

CITY OF JOLIET, ILLINOIS

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2006**

PREPARED BY THE DEPARTMENT OF MANAGEMENT AND BUDGET

INTRODUCTORY SECTION

Table Of Contents

	Page
INTRODUCTORY SECTION:	
Table of Contents	i-v
Letter of Transmittal From Director Of Management And Budget	vi-xi
Mayor And City Council Members	xii
Organizational Chart	xiii
Certificate Of Achievement For Excellence In Financial Reporting	xiv
FINANCIAL SECTION:	
Independent Auditor's Report	1-2
Management's Discussion And Analysis (Unaudited)	3-12
Basic Financial Statements	
Statement Of Net Assets	13
Statement Of Activities	14
Balance Sheet / Statement Of Net Assets - Governmental Funds	15-16
Statement Of Revenues, Expenditures, And Changes In Fund Balances - Governmental Funds	17
Statement Of Net Assets – Proprietary Funds	18
Statement Of Revenues, Expenses And Changes In Net Assets - Proprietary Funds	19
Statement Of Cash Flows – Proprietary Funds	20
Statement Of Fiduciary Net Assets – Fiduciary Funds	21
Statement Of Changes In Fiduciary Net Assets – Fiduciary Funds	22
Combining Statement Of Net Assets - Component Units	23
Combining Statement Of Activities - Component Units	24
Notes To Basic Financial Statements	25-61
Required Supplementary Information:	
Schedule Of Funding Progress – Illinois Municipal Retirement Fund	62
Schedule Of Funding Progress – Retiree Healthcare And Life Insurance Benefit Programs	63
Schedules Of Funding Progress – Police And Firefighters' Pension Plans	64
Schedules Of Employer Contributions – Police And Firefighters' Pension Plans	65

Table Of Contents, Continued

	Page
FINANCIAL SECTION, Continued:	
<i>Major Funds:</i>	
Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) – General Fund	66-67
Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) – Police Protection Fund	68
Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) – Fire Protection Fund	69
Notes To Required Supplementary Information	70
Other Supplementary Information:	
Detailed Schedule Of Expenditures – Budget And Actual (Budgetary Basis) - General Fund	71-78
Combining Balance Sheet – All Nonmajor Governmental Funds	79
Combining Statement Of Revenue, Expenditures And Changes In Fund Balances – All Nonmajor Governmental Funds	80
<i>Nonmajor Special Revenue Funds:</i>	
Combining Balance Sheet - All Nonmajor Special Revenue Funds	81
Combining Balance Sheet – Nonmajor Property Tax Funds, Basic Services	82
Combining Balance Sheet – Nonmajor Property Tax Funds, Other Services	83
Combining Balance Sheet – Nonmajor State And Federal Allocation, Allotment And Grant Funds	84
Combining Statement Of Revenue, Expenditures And Changes In Fund Balances – All Nonmajor Special Revenue Funds	85
Combining Statement Of Revenue, Expenditures And Changes In Fund Balances – Nonmajor Property Tax Funds, Basic Services	86

Table Of Contents, Continued

	Page
FINANCIAL SECTION, Continued:	
Combining Statement Of Revenue, Expenditures And Changes In Fund Balances – Nonmajor Property Tax Funds, Other Services	87
Combining Statement Of Revenue, Expenditures And Changes In Fund Balances – Nonmajor State And Federal Allocation, Allotment And Grant Funds	88
Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) – Street And Bridge Fund	89
Detailed Schedule Of Expenditures – Budget And Actual (Budgetary Basis) - Street And Bridge Fund	90-91
Schedule Of Revenue, Expenditures And Changes In Fund Balance – Budget And Actual (Budgetary Basis)	
Street Lighting Fund	92
School Crossing Guard Fund	93
E.S.D.A. Fund	94
Illinois Municipal Retirement Fund	95
Police Pension Fund	96
Firefighters' Pension Fund	97
Special Service Area Fund	98
Tax Incremental Financing Fund #1	99
Tax Incremental Financing Fund #2	100
Coliseum Fund	101
Motor Fuel Tax Fund	102
Community Development Block Grant Fund	103
Evergreen Terrace II Fund	104
<i>Nonmajor Debt Service Fund:</i>	
Schedule Of Revenue, Expenditures And Changes In Fund Balance – Budget And Actual (Budgetary Basis) – Corporate Bond And Interest Fund	105

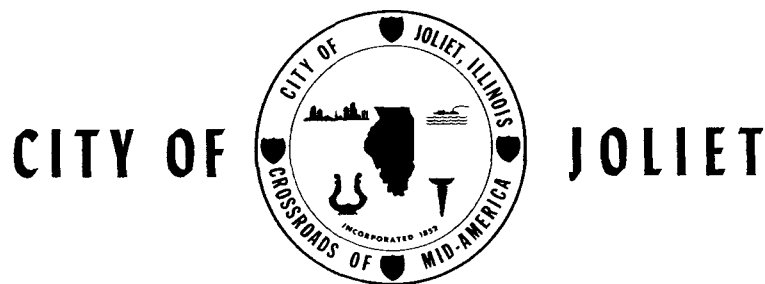
Table Of Contents, Continued

	Page
FINANCIAL SECTION, Continued:	
<i>Nonmajor Capital Projects Funds:</i>	
Combining Balance Sheet	106
Combining Statement Of Revenue, Expenditures And Changes In Fund Balances	107
<i>Pension Trust Funds:</i>	
Combining Statement Of Net Assets	108
Combining Statement Of Changes In Net Assets	109
<i>Governmental Capital Assets:</i>	
Schedule Of Governmental Capital Assets, By Function And Activity	110-111
Schedule Of Changes In Governmental Capital Assets, By Function And Activity	112-113
<i>Other Schedules:</i>	
Detailed Schedule Of Investments	114-116
General Obligation Bonds - Schedule Of Debt Service Requirements	117
Waterworks And Sewerage Fund Revenue Bonds - Schedule Of Debt Service Requirements	118

Table Of Contents, Continued

	Page
STATISTICAL SECTION – (UNAUDITED)	
Financial Trends:	
Net Assets By Component - Last Six Fiscal Years	119
Changes In Net Assets - Last Six Fiscal Years	120-121
Fund Balances, Governmental Funds - Last Ten Fiscal Years	122
Changes In Fund Balances, Governmental Funds - Last Ten Fiscal Years	123
Revenue Capacity:	
Gaming Tax Collections - Last Ten Fiscal Years	124
Principal Gaming Taxpayers In The City – Tax Collections Last Ten Fiscal Years	125
Equalized Assessed Valuation And Estimated Actual Valuation - Last Ten Tax Years	126
Direct And Overlapping Property Tax Rates - Last Ten Tax Levy Years	127
Principal Taxpayers In The City - Current Year And Nine Years Ago	128
Property Tax Rates - Levies And Collections - Last Ten Tax Years	129
Debt Capacity:	
Ratio Of Outstanding Debt By Type - Last Ten Fiscal Years	130
Computation Of Direct And Overlapping Bonded Debt	131
Legal Debt Margin Information	132
Pledged Revenue Coverage - Last Ten Fiscal Years	133
Demographic And Economic Information:	
Demographic And Economic Statistics - Last Ten Years	134
Principal Employers In The City - Current Year And Three Years Ago	135
Operating Information:	
City Employment Statistics - Last Ten Fiscal Years	136
Operating Indicators By Function	137
Capital Asset Statistics By Function	138
Miscellaneous Statistics	139

OFFICE OF
ROBERT D. FRASER
Director of Management and Budget
City Treasurer
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June 22, 2007

150 WEST JEFFERSON STREET
JOLIET, ILLINOIS 60432-4158

To the Honorable Mayor, Members of the City Council
And the Citizens of the City of Joliet:

Formal Transmittal of the CAFR

The comprehensive annual financial report of the City of Joliet for the year ending December 31, 2006 is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City of Joliet issue annually, a report on its financial position and activity and that an independent firm of certified public accountants audit this report. Responsibility, for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that presents fairly the financial position and results of operations of the various funds and component units of the City of Joliet. All disclosures necessary to enable the reader to gain an understanding of the City of Joliet's activities have been included. The City of Joliet 1999 through 2005 Comprehensive Annual Financial Reports received the Government Finance Officers Association Award of Financial Reporting Achievement. The City of Joliet received special recognition for the Early Implementation of GASB 34.

The comprehensive annual financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this letter of transmittal, an organizational chart, and a list of the City of Joliet's principal elected and appointed officials. The financial section includes a Management Discussion and Analysis (MD&A), the basic financial statements and the combining and individual fund financial statements and schedules as well as the independent auditor's report on the basic financial statements. The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement and should be read in conjunction with the MD&A. The City of Joliet's MD&A can be found immediately following the report of the independent auditors. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

The City of Joliet is required to undergo an annual single audit in conformity with the provisions of the *Single Audit Act Amendments of 1996* and the U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments and Non-Profit Organizations*. Information related to this single audit, including a schedule of expenditures of federal awards, the independent auditors' reports on compliance and on internal control over financial reporting, compliance with requirements applicable to each major program, and internal control over compliance in accordance with OMB Circular A-133 and a schedule of findings and questioned costs are included in a separate report.

Profile of the Government

Reporting Entity

The City of Joliet includes all the funds of the primary government (i.e., the City of Joliet as legally defined) as well as all of its component units. Component units are legally separate entities for which the City is financially accountable. The City provides a full range of services including police and fire protection; refuse, recycling services and yard waste; construction and maintenance of highways, streets and infrastructure, as well as water and wastewater.

The Water and Sewer Fund, which provides water and wastewater services, is reported as a business-type activity of the City. In addition, the parking system is treated as a business-type activity due to the business-like nature of its operation. Discretely presented component units are reported aggregately as a separate column in the entity-wide financial statements to emphasize that these entities are separate from the primary government and to differentiate their financial position, results of operations and cash flows from those of the primary government. The Joliet Public Library, The Will County Metropolitan Exposition and Auditorium Authority and The Joliet Area Historical Museum are reported as discretely presented component units.

Governmental Structure, Local Economic Conditions and Outlook

The City, incorporated in 1852, is located in the northeastern part of the state, which is considered to be the top growth area in the state. The City currently has a land area of 52 square miles and a population of 145,803 as of the 2005 Special U.S. Census.

The City is empowered to levy a property tax on real estate property located within its boundaries. The City also has the power by state statute to extend its corporate limits by annexation, which is done periodically when deemed appropriate by the City Council.

The City has operated under the Council-Manager form of government since 1955. Policymaking and legislative authority are vested in the City Council, which consists of a mayor and an eight-member council. The City Council sets policy for the City, adopts ordinances and resolutions, adopts the annual budget and approves all expenditures. Council members are elected to a four-year staggered terms with three at large council members and five district council members elected every four years. The Mayor is elected to a four-year term. The Mayor and Council members are elected on a non-partisan basis. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City and for appointing the directors of the City's departments.

Information Useful in Assessing the Government's Economic Outlook

Local Economic Conditions and Outlook

The City currently enjoys a favorable economic environment and local indicators point to continued stability. The quality of life and business climate of the City are major reasons that a number of prominent companies have located here, including Caterpillar, Andrew Corporation, Provena St. Joseph Medical Center, Harrah's Casino-Joliet, Empress Casino-Joliet, Mobil Oil Corporation, Ameritech, T. J. Lambrecht Construction, Dollar Tree Store, Inc. and Midwest Distribution Center.

During the fiscal year the City has processed numerous requests for new non-residential projects. The 75,000-seat NASCAR/IRL raceway valued at \$130,000,000 is ready to enjoy its seventh successful year. This facility is located next to the existing Route 66 Raceway and annually hosts the NASCAR USG Durock 300, NASCAR USG Sheet Rock 400 Series, S'K Hand Tool 200 (ARCA RE/MAX Series), IRL Infiniti Pro Series and IRL IndyCar Series.

The City's unemployment rate continued to be favorable and as of December 31, 2006 was 4.6%. The City (located in Will and Kendall counties) has an employed labor force of approximately 66,686. There continues to be steady growth with 1,026 building permits issued for new housing units in 2006. This includes single-family residences, duplexes, townhouses, apartments and condominiums.

Major Initiatives

For the Year

The Mayor, City Council and City staff implemented a portion of the City's strategic plan. This collaborative process was achieved with the staff proposing and the Council approving related strategies of the plan.

Major water and sewer projects are under construction using existing funding and funds from a series of bond issues are as follows (in millions):

Radium Compliance Facilities	\$ 52.1
Aux Sable Creek Basin Wastewater Plant	30.7
Combined Sewer Overflow Elimination and Wet Weather Treatment	32.5
Interceptor System Aux Sable Creek Area	11.2
Water and Sewer Development Program	<u>5.7</u>
Total Projects	<u>\$ 132.2</u>

The major wastewater project that is funded by the 2004 and 2005 budgets is the Kendall County Treatment Plant (\$8,060,000). Construction started in 2004 and became operational in January of 2006.

One of the other major projects is the continuation of the elimination of excess flows that contribute to basement flooding. An additional \$2,250,000 is allocated for this project. This program began in 2000.

Other wastewater projects include a continued contribution to the treatment works replacement fund, building improvements and repairs for the treatment plants, a continued commitment to the elimination of combined sewer overflow, interceptor cleaning and sewer rehabilitation, sewer main replacement, replacement of sewer vehicles, and the construction of an East Side Sewage Treatment Biosolids Facility.

Major water projects scheduled include a continuation of the meter replacement and remote ready system, well rehabilitation, watermain replacement and payments for oversizing.

Major reconstruction and overlay projects scheduled for 2007 include Pavement Markings, Chicago Street Sidewalk Program, Traffic Signal @ Caton Farm/Frontage, I-55/Illinois Rt. 59 Interchange Access Report, City Center Paving, Streetscapes and Signs, Traffic Signals @ IL Rt. 59 & Vermette, Caton Farm (IL Rt. 59 to Drauden), Bridge Street Reconstruction, Paving Bellevue (Oakley to Thorne), Paving Bluff (Jefferson to Marion), Chicago Street (Jefferson to Washington), Black and Bronk Traffic Signal, Traffic Signal at Black Road at Library, Center Street (DeKalb to Marion), Essington Interconnecting Traffic Signal (Jefferson to Hennepin), Glenwood Avenue (Midland to Larkin), Traffic Signal Essington and Hennepin and Intersection Widening.

For the Future

Annexations during the year necessitated several water and wastewater line extensions.

The Joliet trail system will include over 40 miles of trail and will serve a population area of over 150,000. The Joliet trail system connects nearby communities like Channahon, New Lenox, Shorewood, Plainfield, Crest Hill, Rockdale, Manhattan, Romeoville and Lockport and is part of a larger overall trail plan for a broader region, which includes cities like Lemont, Naperville, Aurora, Chicago and LaSalle-Peru.

DEPARTMENT FOCUS: The Human Resources Department believes that the City's employees are its most valuable asset. The City of Joliet recognizes that it has a significant investment in its employees and to that end is dedicated in providing service to those employees. Some of the services that Human Resources provide include recruitment, training, safety, health and benefits administration and labor contract administration.

The Department is also responsible for the Building and Grounds maintenance. Included in this effort is ongoing maintenance of the Municipal Building and the new Police Station facilities. Additionally, in the next year, there will be significant remodeling of the Municipal Building. This remodeling will focus on modernizing the area of the Municipal Building vacated by the Police Department. Several departments will be changing their location in updated office settings. These departments include Neighborhood Services, Legal, Human Resources, Planning and Zoning and Inspections. The City will also be updating the Municipal Building infrastructure. Some of the improvements include modernization of the heating and air conditioning systems, updating of the plumbing and electrical, and remodeling of the restroom facilities.

Human Resources is also in the process of expanding its recruiting efforts. Job opportunities will be posted on the City's Web site as well as utilizing the various job posting sites on the internet. The City should be able to recruit more qualified candidates for its job opportunities and increase the efficiency in the recruitment of new employees.

Financial Information

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with accounting principals generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognize that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state and local financial assistance, the City is also responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation by management and the City's Management and Budget Department.

As part of the City's single audit, described earlier, tests are made of the City's internal control structure and of its compliance with certain provisions of law, regulations, contracts and grants, including those related to federal financial assistance programs.

In addition, the City maintains extensive budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General Fund, certain special revenue funds and the Debt Service Fund are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. However, expenditures at the object level are watched very closely. The City also maintains an encumbrance accounting system as one method of maintaining budgetary control. Outstanding encumbrances are generally reappropriated as part of the following year's budget. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Pension Trust Fund Operations: The Police and Firefighters' Pension funds continue to be generally well funded. At January 1, 2005 the Police and Firefighters' Pension funds reflect 63.6% and 59.1% respective funding levels. State statutes require all Pension and Firefighters' Pension funds to be fully funded by the year 2033. The City's annual contribution to each of the funds includes an amount actuarially necessary to fund the unfunded portion accordingly. The City is reasonably certain of attaining its fully funded status by or before the State mandated deadline and will retain a private and independent actuarial firm to set the funding arrangements as needed.

The investment results of the Pension funds are discussed below. Both Pension funds retain professional money managers to manage their respective investment portfolios. The return on investments for the Police and Firefighters' Pension Funds was 4.9% and 6.8% for the year ended December 31, 2004 (the most recent fiscal year for which actuarial information is available).

Cash Management Policies and Practices: Statutes authorize the City to invest in direct and general obligations of the United States of America, obligations issued or guaranteed by instrumentalities or agencies of the United States of America, pre-funded municipal obligations, direct and general obligation of any state, interest-bearing demand or time deposits or interest in money market portfolios issued by the state banks or trust companies or national banking associations or savings and loan associations that are continuously and fully insured, corporate debt guaranteed by any corporation that is rated by Moody's and S & P in their two highest rating categories, repurchase agreements with maturities of 30 days or less, prime commercial paper of a United States corporation, public housing bonds issued by public agencies, shares of a diversified open-end management investment company or state pooled investment funds.

The City's investment policy also requires collateral for all deposits and investments except for those investments of the state pool or the federal government. The collateral must have a market value of not less than 100% of all deposits and investments.

The fifteen-year average yields for the Police Pension Fund and Firefighters' Pension Fund were 6.3 percent and 6.2 percent, respectively. The eleven-year average yield incorporates the impact of reflecting investments at their fair market value for the last five of twelve fiscal years due to the implementation of GASB Statement No. 25. The higher rate of return for the pension trust funds is attributable to the long-term nature of the majority of the investment holdings. The City earned net investment revenue of \$7,122,409 and the pension trust funds earned net investment income of \$12,068,478 during fiscal year 2006.

Risk Management: The City is self-insured for a majority of its coverage lines. The City's consolidated Property & Casualty Program package consists of excess specific coverage for General, Auto, Police/Law Enforcement, Public Official/Employment Practices (EPL), and EMT Liability. Additionally, the City is self-insured for Workers' Compensation claims. The City carries Excess Specific coverage for Workers' Compensation. All Property and Casualty lines are on an occurrence basis with external claims administration and loss control/prevention services. Unemployment Compensation is on a direct reimbursement method with third party administrative services.

The City is also self-insured for its Group Health Insurance Plan and maintains Specific Stop Loss coverage for claims in excess of \$185,000 and Aggregate Stop Loss coverage for total plan losses in excess of 125% of projected claims. Dental coverage benefits are limited to \$1,000 in benefits per covered individual per year. In addition, the City also provides a fully insured Life and Accidental Death and Dismemberment (AD&D) coverage. The City is Self-Administered on the Life/AD&D program and maintains an Administrative Services Only (ASO) contact with Blue Cross Blue Shield of IL for the provision of claims administration and services for the Health and Dental coverages as well as for PPO access for the Group Health Insurance Plan.

Other Information

Independent Audit: State statutes require an annual audit by independent certified public accountants. The firm of Wermer, Rogers, Doran & Ruzon, LLC was selected by the City's Financial Advisory Board and approved by the City council in 2004 under a five-year contract. In addition to meeting the requirements set forth in state statutes, the audit was also designed to meet the requirements of the federal *Single Audit Act Amendments of 1996*, and the related U.S. Office of Management and Budget Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*. Auditing standards generally accepted in the United States of America and the standards set forth in the General Accounting Office's Government Auditing Standards were used by the auditors in conducting the engagement. The auditor's report on the basic financial statements and on management's discussion and analysis is included in the financial section of this report. The auditor's reports on compliance and on internal control over financial reporting, and compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular is included in a separately issued report.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Joliet for its Comprehensive Annual Financial Report (CAFR) for the year ended December 31, 2005. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. This was the seventh consecutive year the City received this prestigious award.

In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA.

Will County United Way also recognized the City in 2006 for its employee campaign that raised more than \$86,212.30 in contributions to community social service agencies.

Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Management and Budget Department. I would like to express my appreciation to all members of the Department who assisted and contributed to the preparation of this report.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Robert D. Fraser", is written over a horizontal line.

Robert D. Fraser
Director of Management and Budget

**CITY OF JOLIET
MAYOR AND CITY COUNCIL**

MAYOR
Arthur Schultz

COUNCILMAN, DISTRICT #1
Joseph R. Shetina

COUNCILMAN, DISTRICT #2
Timothy M. Brophy

COUNCILMAN, DISTRICT #3
Anthony Uremovic

COUNCILMAN, DISTRICT #4
Susie Barber

COUNCILMAN, DISTRICT #5
Warren C. Dorris

COUNCILMAN AT LARGE
Thomas C. Giarrante

COUNCILMAN AT LARGE
Janice Quillman

COUNCILMAN AT LARGE
Michael F. Turk

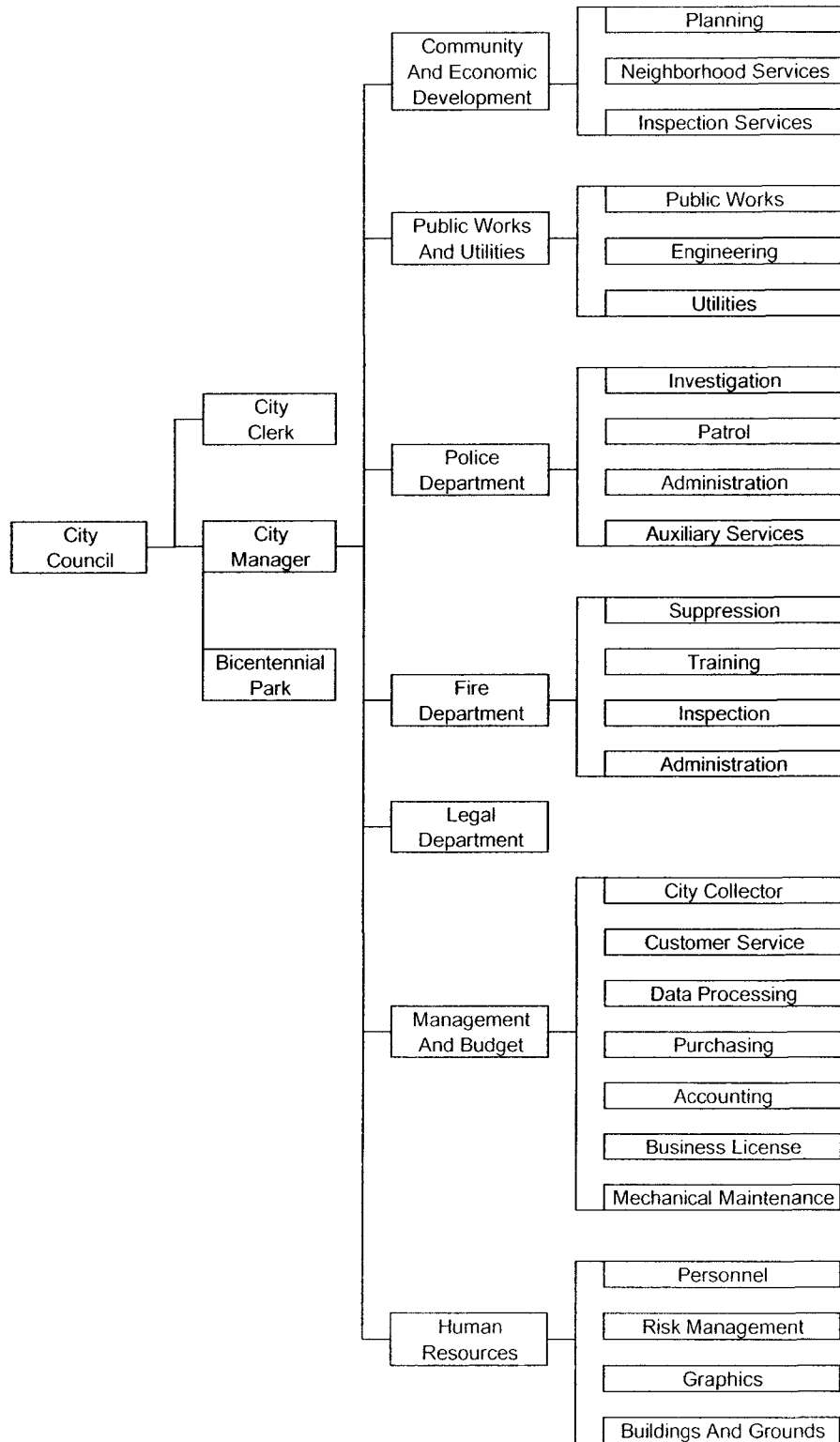
CITY MANAGER
John M. Mezera

DIRECTOR OF MANAGEMENT AND BUDGET/CITY TREASURER
Robert D. Fraser

FINANCE DIRECTOR/ASSISTANT CITY TREASURER
Richard F. Yucius

CITY OF JOLIET, ILLINOIS

Organizational Chart
December 31, 2006



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Joliet
Illinois

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

FINANCIAL SECTION



WERMER, ROGERS, DORAN & RUZON LLC CERTIFIED PUBLIC ACCOUNTANTS

755 ESSINGTON ROAD, JOLIET, ILLINOIS 60435 • 815/730-6250 • FAX 815/730-6257 • WWW.WRDR.COM

Independent Auditor's Report

To The Honorable Mayor And Members
Of The City Council
City Of Joliet, Illinois

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Joliet, Illinois, as of, and for the year ended December 31, 2006, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Joliet, Illinois's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Joliet Public Library or the Joliet Area Historical Museum, discretely presented component units, which statements reflect total assets of \$20,180,734 and \$521,806 respectively, as of December 31, 2006, and June 30, 2006, respectively, and total revenues of \$5,847,055 and \$1,255,672, respectively, for the respective years then ended. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion on the basic financial statements, insofar as it relates to the amounts included for the Joliet Public Library and the Joliet Area Historical Museum, in the component unit columns, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinions.

In our opinion, based upon our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Joliet, Illinois, as of December 31, 2006 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 8 to the basic financial statements, the City adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, in 2006.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 22, 2007, on our consideration of the City of Joliet, Illinois' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis and the Analysis of Funding Progress are not a required part of the basic financial statements, but are supplementary information required by the accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Joliet, Illinois's basic financial statements. The required supplementary information listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. The other supplementary information and statistical data listed in the table of contents is also presented for purposes of additional analysis and is not a required part of the basic financial statements of the City of Joliet, Illinois. Such information, except for introductory section and that portion marked "unaudited" on which we express no opinion, has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, based on our audit and the reports of the other auditors, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.

Werner, Rogers, Doran + Rogers, LLC

June 22, 2007

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

Our discussion and analysis of the City of Joliet's financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2006. Please read it in conjunction with the transmittal letter beginning on page vi and the City's financial statements, which begin on page 13.

FINANCIAL HIGHLIGHTS

The City's net assets increased by \$50.3 million, or 8.4 percent as a result of this year's operations. Net assets of our governmental activities increased by \$28.7 million, or 7.9 percent while net assets of our business-type activities increased by \$21.6 million, or 9.1 percent.

During the year, the City's governmental activities had revenues of \$188.7 million as compared to revenues of \$163.3 million in the prior year. The City governmental activities had expenses (net of indirect expense allocations) of \$161.3 million as compared to expenses (net of indirect expense allocations) of \$137.7 million in the prior year. This represented a 15.6 percent increase in revenues and a 17.1 percent increase in expenses.

During the year, the City's business-type activities had revenues of \$40.7 million (exclusive of \$10.8 million of capital contributions) as compared to revenues of \$39.3 million (exclusive of \$7.8 million of capital contributions) in the prior year. The City's business-type activities had expenses (net of indirect expense allocations) of \$28.6 million as compared to \$29.5 million in the prior year. This represented a 3.6 percent increase in revenues and a 3.1 percent decrease in expenses.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets (on page 13) and the Statement of Activities (on page 14) provide information about the activities of the City as a whole and present a long-term view of the City's finances. Fund financial statements start on page 15. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. The remaining statements provide financial information about the activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

The Statement Of Net Assets And The Statement Of Activities

Our analysis of the City as a whole begins on page 5. One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the City as a whole and about its activities in a way that helps answer this question. These statements include *all* assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's *net assets* and changes in them. You can think of the City's net assets (the difference between assets and liabilities) as one way to measure the City's financial health, or *financial position*. Over time, *increases or decreases* in the City's net assets are one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the City's property tax base and the condition of the City's roads, to assess the *overall health* of the City.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

In the Statement of Net Assets and the Statement of Activities, we divide the City into three kinds of activities:

- 1) **Governmental Activities** – Most of the City's basic services are reported here, including police and fire protection, public works, recreation, and general administration. Property taxes, gaming taxes, home rule sales taxes, franchise fees, state shared revenues, and federal grants finance most of these activities.
- 2) **Business-Type Activities** – The City charges fees to customers to help it cover all or most of the costs of certain services it provides. The City's water and sewer system and parking facilities are reported here.
- 3) **Component Units** – The City includes three separate legal entities in its report – The Joliet Public Library, the Will County Metropolitan Exposition And Auditorium Authority, and the Joliet Area Historical Museum. Although legally separate, these "component units" are important because the City is financially accountable for them.

Reporting The City's Most Significant Funds

Fund Financial Statements

Our analysis of the City's major funds begins on page 9. The fund financial statements begin on page 15 and provide detailed information about the most significant funds – not the City as a whole. Some funds are required to be established by State law and by bond covenants. However, the City Council establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money. The City's two kinds of funds – *governmental* and *proprietary* – use different accounting approaches.

Governmental Funds – Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Assets and the Statement of Activities) and governmental *funds* in a reconciliation to the right of the fund financial statements and in the notes to the financial statements.

Proprietary Funds – When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the City's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

The City As Trustee

Reporting The City's Fiduciary Responsibility

The City is the trustee, or fiduciary, for its employees' pension plans. All of the City's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages 21 and 22. We exclude these activities from the City's other financial statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

THE CITY AS A WHOLE

The City's combined assets increased by 8.6 percent – increasing from \$745.7 million to \$809.9 million. Although increases were seen in both the governmental and the business-type activities, the business-type activities increased by approximately 6.1 percent while the governmental activities increased by approximately 10.5 percent. The increase in the business-type activities can be attributed mostly to the rapid development of new subdivisions and the resulting contributed capital assets when the City acquired the watermains and sanitary sewer lines. The City also acquired \$26.6 million in infrastructure assets in the form of roads as a result of subdivision developments, thus providing the majority of the increase in the governmental activities' assets. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the City's governmental and business-type activities:

Table 1
Condensed Statement Of Net Assets
(In Millions - Rounded)

	<u>Governmental Activities</u>		<u>Business Type Activities</u>		<u>Total Primary Government</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Current And Other Assets	\$ 111.4	\$ 91.9	\$ 84.7	\$ 105.9	\$ 196.1	\$ 197.8
Capital Assets	<u>364.9</u>	<u>339.3</u>	<u>248.9</u>	<u>208.6</u>	<u>613.8</u>	<u>547.9</u>
Total Assets	<u>476.3</u>	<u>431.2</u>	<u>333.6</u>	<u>314.5</u>	<u>809.9</u>	<u>745.7</u>
Liabilities						
Current	48.6	42.3	9.7	9.7	58.3	52.0
Noncurrent	<u>35.5</u>	<u>25.4</u>	<u>65.5</u>	<u>68.0</u>	<u>101.0</u>	<u>93.4</u>
Total Liabilities	<u>84.1</u>	<u>67.7</u>	<u>75.2</u>	<u>77.7</u>	<u>159.3</u>	<u>145.4</u>
Net Assets						
Invested In Capital Assets, Net Of Related Debt	352.4	326.1	191.2	160.9	543.6	487.0
Restricted	0.1	0.4	21.9	30.3	22.0	30.7
Unrestricted	<u>39.7</u>	<u>37.0</u>	<u>45.3</u>	<u>45.6</u>	<u>85.0</u>	<u>82.6</u>
Total Net Assets	<u>\$ 392.2</u>	<u>\$ 363.5</u>	<u>\$ 258.4</u>	<u>\$ 236.8</u>	<u>\$ 650.6</u>	<u>\$ 600.3</u>

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

The net assets of the City's governmental activities increased by 7.9 percent (\$392.2 million compared to \$363.5 million). Unrestricted net assets – the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements – increased by \$2.7 million or 7.3 percent. This increase is primarily attributable to governmental revenues exceeding governmental expenses by \$27.4 million.

The net assets of the City's business-type activities increased by 9.1 percent (\$258.4 million compared to \$236.8 million). Unrestricted net assets decreased by \$0.3 million or 0.6 percent. The decrease was primarily due to the recording of a liability for other postemployment benefits of nearly \$0.9 million. The City generally can only use these net assets to finance the continuing operations of the waterworks and sewerage, and parking operations.

Table 2
Condensed Statement Of Changes In Net Assets
(In Millions - Rounded)

	<u>Governmental</u> <u>Activities</u>		<u>Business Type</u> <u>Activities</u>		<u>Total Primary</u> <u>Government</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Revenues						
Program Revenues:						
Charges For Services	\$ 19.7	\$ 18.0	\$ 35.8	\$ 35.3	\$ 55.5	\$ 53.3
Operating Grants And Contributions	16.0	14.0	-	-	16.0	14.0
Capital Grants And Contributions	31.2	20.7	10.8	7.8	42.0	28.5
General Revenues:						
Property Taxes	26.0	22.5	-	-	26.0	22.5
Gaming Taxes	34.9	31.7	-	-	34.9	31.7
State Sales Taxes	14.3	15.0	-	-	14.3	15.0
Home Rule Sales Taxes	17.0	16.0	-	-	17.0	16.0
Utility Taxes	6.4	6.9	-	-	6.4	6.9
State Income Taxes	8.1	5.0	-	-	8.1	5.0
Other Taxes	12.3	12.2	-	-	12.3	12.2
Interest And Investment Earnings	2.2	1.0	4.9	4.0	7.1	5.0
Other	0.6	0.3	-	-	0.6	0.3
Total Revenues	<u>188.7</u>	<u>163.3</u>	<u>51.5</u>	<u>47.1</u>	<u>240.2</u>	<u>210.4</u>

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

	Governmental Activities		Business Type Activities		Total Primary Government	
	2006	2005	2006	2005	2006	2005
Program Expenses						
<i>(Includes Indirect Expense Allocation)</i>						
General Government	\$ 30.2	\$ 26.5	\$ -	\$ -	\$ 30.2	\$ 26.5
Public Safety	77.6	64.3	-	-	77.6	64.3
Streets And Bridges	30.2	24.9	-	-	30.2	24.9
Refuse Disposal	8.3	7.6	-	-	8.3	7.6
Culture And Recreation	4.6	3.2	-	-	4.6	3.2
Community Development	8.1	7.4	-	-	8.1	7.4
Public Works	1.8	3.4	-	-	1.8	3.4
Interest On Long-Term Debt	0.5	0.4	-	-	0.5	0.4
Water And Sewer	-	-	27.5	28.4	27.5	28.4
Parking Facilities	-	-	1.1	1.1	1.1	1.1
Total Expenses	161.3	137.7	28.6	29.5	189.9	167.2
Excess Revenues Over Expenses						
Before Special Items And Transfers	27.4	25.6	22.9	17.6	50.3	43.2
Special Item - Loss On Disposal	-	(0.4)	-	-	-	(0.4)
Transfers	1.3	4.3	(1.3)	(4.3)	-	-
Change In Net Assets	28.7	29.5	21.6	13.3	50.3	42.8
Net Assets Beginning	363.5	334.0	236.8	223.5	600.3	557.5
Net Assets Ending	<u>\$ 392.2</u>	<u>\$ 363.5</u>	<u>\$ 258.4</u>	<u>\$ 236.8</u>	<u>\$ 650.6</u>	<u>\$ 600.3</u>

The City's total revenues increased by \$29.8 million or 14.1 percent. The total costs of all programs and services increased by \$22.7 million or 13.6 percent. Our analysis that follows separately considers the operations of governmental and business-type activities.

Governmental Activities

Revenues for the City's governmental activities increased by \$25.4 million or 15.6 percent while total expenses increased by \$23.6 million or 17.1 percent. The increase in revenues is attributable primarily to an increase of \$10.5 million in capital grants and contributions, a \$3.5 million rise in property tax revenue \$3.2 million in gaming taxes, and \$3.1 million in state income taxes. Major contributors to the increase in expenses were the recording of \$10.6 million in expenses for other postemployment benefits, the salaries in the General Fund, Police Protection Fund and Fire Protection Fund, which increased by \$1.3 million, \$2.9 million, and \$2.1 million, respectively, and the \$1.0 million increase in IMRF benefits paid.

Table 3 presents the cost of each of the City's six largest activity categories – general government, public safety, streets and bridges, culture and recreation, public works, and community development – as well as each category's *net* cost (total cost less revenue generated by the activities). The net cost shows the financial burden that was placed on the City's taxpayers by each of these functions.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

The general government category included general administrative functions as well as various employee benefit programs. Public safety includes police and fire protections as well as the emergency services disaster administration program and the school crossing guard program. Streets and Bridges include the street and bridge fund, the street lighting fund, the motor fuel tax fund, the special service area fund and the tax incremental financing funds. Culture and recreation includes the coliseum fund and the economic development reserve fund. Public works include the neighborhood improvement program as well as the property improvement fund. Community development includes community development block grant fund and the Evergreen Terrace fund, which is a HUD program administered through the City.

Table 3
Governmental Activities
(In Millions)

	Total Cost Of Services		Net Cost Of (Surplus From) Services	
	2006	2005	2006	2005
General Government	\$ 30.2	\$ 26.5	\$ 13.5	\$ 10.9
Public Safety	77.6	64.3	70.5	58.7
Streets And Bridges	30.2	24.9	(1.2)	3.8
Culture And Recreation	4.6	3.2	4.1	2.7
Public Works	1.8	3.4	(1.2)	0.6
Community Development	8.1	7.4	5.4	4.3
All Others	8.8	8.0	3.4	4.0
Total	\$ 161.3	\$ 137.7	\$ 94.5	\$ 85.0

Business-Type Activities

Revenues of the City's business-type activities (see Table 2) increased by \$4.4 million or 9.3 percent while expenses decreased by \$0.9 million or 3.1 percent. The City's business-type activities are comprised of two separate and distinct activities: Water/Wastewater Utility and Parking Facilities.

Operating revenues from the parking facilities increased by 2.9 percent (from \$1.02 million to \$1.05 million) while operating expenses increased by 1.9 percent (from \$1.06 million to \$1.08 million). The increase in expenses is mostly attributable to the recording of \$63 thousand in expenses for other postemployment benefits.

Operating revenues from the Water/Wastewater utility increased by \$0.5 million or 1.8 percent. The small growth in revenues is attributable to growth in customer base. Total expenses decreased by \$0.9 million or 3.2 percent. Operating expenses decreased by \$0.6 million or 2.4 percent. The decrease in expenses was due to several factors. The City paid down debt principal, thereby reducing interest expense. Although salaries, other postemployment and depreciation expenses were higher in 2006, supplies expense was down due to lower electricity costs and certain repair expense line items were also lower.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

THE CITY'S FUNDS

As the City completed the year, the General Fund (as presented in the balance sheet on pages 15 and 16) reported a fund balance of \$50.2 million, which is up significantly from last year's total of \$38.9 million. This increase is attributable to revenues exceeding expenditures by \$25.0 million for the second year in a row. Revenues were up \$5.0 million over a broad range of categories to \$73.1 million while expenditures increased by \$5.0 million from \$43.0 million to \$48.0 million. Net transfers out increased by \$2.0 million from the prior year to \$14.4 million in 2006. The City's two other major governmental funds, the Police Protection Fund and the Fire Protection Fund ended the year with positive fund balances of \$2.5 million and \$2.8 million, respectively. The Police Protection Fund experienced a fund balance reduction of approximately \$1.8 million due largely to increased salary expenditures. Although the Fire Protection Fund experienced increased salary expenditures as well, its fund balance increased by \$1.3 million due to transfers in from other funds to support operations. The City's Motor Fuel Tax Fund's (a nonmajor fund) fund balance increased \$1.8 million as state allotments exceeded resource uses. The City's Waterworks and Sewage Fund's net assets were up \$21.6 million, due mainly to developer's contributions of \$10.8 million.

General Fund Budgetary Highlights

Over the course of the year, the City Council revised the City budget several times. These budget amendments fall into three categories. The first category includes rollovers of certain prior year unexpended funds. The second category includes budget revisions made during the year for special projects for which funds became available. The third category is for final budget revisions that are intended to prevent budget overruns.

Even with these adjustments, the actual expenditures on the budgetary basis for the general fund were \$45.8 million below the final budget amounts. The most significant positive variance (\$22.9 million) was due to projects that were scheduled to be paid from gaming tax revenues in the general fund but were delayed and carried into the next fiscal year. Final budgeted expenditures increased \$13.3 million as compared to originally budgeted expenditures, of this amount \$10.2 million was due to the addition of gaming revenue financed projects.

The actual revenues exceeded budgeted amounts for the general fund by \$7.0 million. The more significant positive variances were a \$3.0 million in gaming tax revenues, \$1.7 million in income taxes, \$1.5 million in interest earnings, and \$0.6 million in home rule sales tax.

The City's General Fund balance of \$50.2 million reported on page 16 differs from the General Fund's *budgetary* fund balance of \$48.5 million reported in the budgetary comparison schedule on pages 66 and 67. This is because the budgetary fund balance includes \$1.7 million in encumbrances that are reported as expenditures for budgetary purposes.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of 2006, the City had \$613.8 million invested in a broad range of capital assets, including police and fire equipment, buildings, roads, bridges, parking decks, and water and sewer facilities. (See Table 4 below.) This amount represents a net increase (including additions and deductions) of approximately \$65.9 million or 12.0 percent over last year.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

Table 4
Capital Assets At Year-End
(Net Of Depreciation, In Millions)

	Governmental Activities		Business Type Activities		Totals	
	2006	2005	2006	2005	2006	2005
Land And Land Improvements	\$ 14.1	\$ 13.5	\$ 3.6	\$ 3.6	\$ 17.7	\$ 17.1
Buildings	42.1	40.7	-	-	42.1	40.7
Waterworks And Sewerage System	-	-	239.4	199.4	239.4	199.4
Parking Facilities	-	-	3.6	3.8	3.6	3.8
Equipment	8.9	8.7	2.3	1.8	11.2	10.5
Infrastructure	299.8	276.4	-	-	299.8	276.4
Totals	\$ 364.9	\$ 339.3	\$ 248.9	\$ 208.6	\$ 613.8	\$ 547.9

This year's major additions included the following (in millions):

Roadway Infrastructure	\$ 32.3
Contributed Water Mains	5.7
Contributed Sanitary Sewers	5.1
Sewer and Water System Upgrades	36.0
	<u>\$ 79.1</u>

More detailed information about the City's capital assets is presented in note 6 to the financial statements.

Debt

At year-end, the City had \$77.2 million in bonds and loans outstanding verses \$79.2 million last year – a decrease of 2.5 percent – as shown in Table 5.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

Table 5
Outstanding Debt, At Year End
(In Millions)

	Governmental Activities		Business Type Activities		Totals	
	2006	2005	2006	2005	2006	2005
General Obligation Bonds (Backed By The City)	\$ 12.6	\$ 13.2	\$ -	\$ -	\$ 12.6	\$ 13.2
Revenue Bonds (Backed By Specific Fee Revenues)	-	-	63.9	66.0	63.9	66.0
Equipment Loan	0.7	-	-	-	0.7	-
Totals	\$ 13.3	\$ 13.2	\$ 63.9	\$ 66.0	\$ 77.2	\$ 79.2

The City issued \$6.2 million in Series 2006 Refunding Bonds during the year to refund a portion (\$5.9 million) of outstanding 2002A Bonds. The overall reduction in debt was due to the timely repayment of bond principal.

The City general obligation bond rating continues to be AA-, a rating that has been assigned to the City by Standard and Poor's Rating Group. More detailed information about the City's long-term debt is presented in note 13 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City's elected and appointed officials considered many factors when setting the 2007 budget, tax rates, and fees that will be charged for the business-type activities. Economic factors include population growth and the unemployment rate. Based on the most recent census, the City's population now exceeds 145,000 and continued growth is expected. There were 1,583 single-family and multi-family building permits issued in 2006. Unemployment for the City decreased from 7.0 percent in 2005 to 4.6 percent in 2006.

These indicators were taken into account when adopting the budget for 2007. On February 6, 2007, the City Council adopted the 2007 budget, which was balanced at \$279,293,525, an increase of approximately 16.3 percent as compared to the 2006 budget of \$240,056,988. The budget for 2007 governmental activities is balanced at \$206,383,365 compared to \$193,131,189 in 2006.

The real estate tax levy will again be established at a level that will result in a constant real estate tax rate. Because of an anticipated increase in the City's assessed valuation of approximately 13.2 percent, a 14.2 percent increase in the levy should still allow for a constant real estate tax rate. The levy will be \$28,628,184 in 2007 and will provide an additional \$3,561,731, which will help offset pension and salary increases.

CITY OF JOLIET, ILLINOIS
MANAGEMENT'S DISCUSSION AND ANALYSIS
December 31, 2006

As for the City's business-type activities, the Waterworks and Sewerage Fund's budget is balanced at \$72,910,160 compared to \$46,925,799 in 2006. The budget increase is due to capital improvement projects budgeted for completion in 2007.

Major water and wastewater projects highlight the 2007 schedule. Compliance with the Clean Water Act and the Safe Drinking Water Act requirements will require the construction of major facilities in 2003-2007. The magnitude of the projects proposed requires that funding be provided through a bond issue or other borrowing. The schedule for borrowing will be determined by the progress made on the design and permitting of the required projects. The water and sewer development program was approved in August 2003. It requires funding of \$132,292,665, which has been incorporated into the 2007 budget.

Major projects to be constructed using funding from a series of bond issues are as follows (in millions):

Radium Compliance Facilities	\$ 52.1
Aux Sable Creek Basin Wastewater Plant	30.7
Combined Sewer Overflow Elimination and Wet Weather Treatment	32.5
Interceptor System Aux Sable Creek Area	11.2
S.E. Joliet Water and Sewer Improvement Plan	<u>5.7</u>
 Total Projects	 <u>\$ 132.2</u>

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the City Office of Management and Budget at City of Joliet, 150 West Jefferson Street, Joliet, Illinois 60432-4158.

Component Units

Joliet Public Library

Separate financial statements may be obtained at the Library's business office, 150 North Ottawa Street, Joliet, Illinois 60432.

Will County Metropolitan Exposition and Auditorium Authority

Separate financial statements may be obtained at the Authority's administrative office, 15 East Van Buren Street, Joliet, Illinois 60432.

The Joliet Area Historical Museum

Separate financial statements may be obtained at the Museum's administrative office, 204 North Ottawa Street, Joliet, Illinois 60432.

Basic Financial Statements

CITY OF JOLIET, ILLINOIS

Statement Of Net Assets December 31, 2006

ASSETS	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Current Assets:				
Cash	\$ 1,248,342	\$ 504,102	\$ 1,752,444	\$ 2,881,400
Escrow Deposits	-	4,248,012	4,248,012	-
Investments	45,494,002	86,591,783	132,085,785	854,918
Receivables				
Property Taxes, Net Of Allowance				
For Uncollectible Amounts	28,841,491	-	28,841,491	4,197,116
Intergovernmental	17,623,286	-	17,623,286	-
Accrued Interest	423,458	1,094,394	1,517,852	886
Customer Accounts, Net	-	1,657,102	1,657,102	34,587
Estimated Unbilled Usage	-	2,685,091	2,685,091	-
Special Assessments	226,012	-	226,012	-
Other	1,903,071	-	1,903,071	139,554
Inventory	1,478,661	-	1,478,661	48,966
Prepaid Expenses	-	-	-	301,334
Internal Balances	12,205,300	(12,205,300)	-	-
Total Current Assets	109,443,623	84,575,184	194,018,807	8,458,761
Noncurrent Assets:				
Unamortized Bond Discount	-	91,621	91,621	-
Unamortized Bond Issue Costs	189,220	102,686	291,906	-
Due From Primary Government	-	-	-	1,207,547
Other Receivables	-	-	-	270,362
Net Pension Obligation - Asset	1,828,779	-	1,828,779	-
Capital Assets (Net)				
Land	13,113,681	3,640,014	16,753,695	-
Infrastructure	299,725,819	-	299,725,819	-
Land Improvements	980,799	-	980,799	-
Buildings	42,136,224	-	42,136,224	-
Waterworks And Sewerage System	-	239,325,432	239,325,432	-
Parking Decks And Lots	-	3,640,547	3,640,547	-
Equipment	8,903,172	2,271,270	11,174,442	-
Library	-	-	-	13,967,408
W.C.M.E.A.A.	-	-	-	3,346,829
Historical Museum	-	-	-	33,400
Construction In Progress	-	-	-	101,345
Total Noncurrent Assets	366,877,694	249,071,570	615,949,264	18,926,891
Total Assets	\$ 476,321,317	\$ 333,646,754	\$ 809,968,071	\$ 27,385,652

See Accompanying Notes To The Basic Financial Statements.

LIABILITIES	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Current Liabilities:				
Vouchers Payable	\$ 3,264,855	\$ 4,196,954	\$ 7,461,809	\$ 345,340
Accrued Compensated Absences - Current	740,796	51,054	791,850	282,422
Health Claims Payable	858,600	-	858,600	-
Accrued Interest	-	1,593,012	1,593,012	74,896
Commercial Loans	1,478,661	-	1,478,661	-
Bonds Payable - Current Portion	615,000	2,655,000	3,270,000	-
Equipment Loan Payable - Current Portion	130,016	-	130,016	-
Customer Deposits And Credits	4,200,895	821,778	5,022,673	-
Estimated Liability For Self-Insured Losses - Current	1,850,000	-	1,850,000	-
Other Postemployment Benefits - Current	4,145,631	335,369	4,481,000	-
Deferred Revenue	31,130,830	-	31,130,830	691,257
Due To Primary Government	-	-	-	93,780
Due To Component Units	208,611	-	208,611	-
Other	14,008	-	14,008	118,848
Total Current Liabilities	48,637,903	9,653,167	58,291,070	1,606,543
Noncurrent Liabilities:				
Due To Component Units	-	998,936	998,936	-
Accrued Compensated Absences	15,242,936	1,119,898	16,362,834	-
Estimated Liability For Self-Insured Losses	1,430,055	-	1,430,055	-
Other Postemployment Benefits	6,441,502	521,098	6,962,600	-
General Obligation Bonds	11,980,000	-	11,980,000	-
Revenue Bonds	-	61,260,000	61,260,000	-
Unamortized Premium On Bonds	214,682	2,041,683	2,256,365	-
Deferred Amount On Refunding Of Bonds (	351,469) (	375,165) (	726,634) (-
Equipment Loan Payable	566,565	-	566,565	-
Total Noncurrent Liabilities	35,524,271	65,566,450	101,090,721	-
Total Liabilities	84,162,174	75,219,617	159,381,791	1,606,543
NET ASSETS				
Invested In Capital Assets, Net Of Related Debt	352,424,325	191,243,475	543,667,800	17,415,582
Restricted For:				
Expendable Purposes:				
Temporary Funds	-	-	-	657,422
Debt Service	52,716	6,149,024	6,201,740	-
Capital Projects	-	15,652,527	15,652,527	-
Pension Contributions	21,231	-	21,231	-
Nonexpendable Purposes:				
Permanent Funds	-	-	-	514,478
Unrestricted	39,660,871	45,382,111	85,042,982	7,191,627
Total Net Assets	392,159,143	258,427,137	650,586,280	25,779,109
Total Liabilities And Net Assets	\$ 476,321,317	\$ 333,646,754	\$ 809,968,071	\$ 27,385,652

CITY OF JOLIET, ILLINOIS

Statement Of Activities For The Year Ended December 31, 2006

Functions / Programs	Expenses	Indirect Expense Allocation	Program Charges For Services
Primary Government:			
Governmental Activities:			
General Government	\$ 44,738,585	(\$ 14,561,485)	\$ 5,118,941
Public Safety	67,083,869	10,598,322	5,361,136
Streets And Bridges	29,251,803	932,509	256,772
Refuse Disposal	8,266,788	-	5,458,214
Culture And Recreation	4,486,044	107,597	387,962
Community Development	7,363,048	735,247	121,832
Public Works	1,258,741	591,785	2,951,342
Interest On Long-Term Debt	552,000	-	-
Total Governmental Activities	<u>163,000,878</u>	<u>(1,596,025)</u>	<u>19,656,199</u>
Business-Type Activities:			
Water And Sewer	25,895,885	1,542,226	34,758,371
Parking Facilities	1,082,810	53,799	1,051,746
Total Business-Type Activities	<u>26,978,695</u>	<u>1,596,025</u>	<u>35,810,117</u>
Total Primary Government	<u>\$ 189,979,573</u>	<u>\$ -</u>	<u>\$ 55,466,316</u>
Component Units:			
Public Library	\$ 4,506,460	\$ -	\$ 1,275,519
W.C.M.E.A.A.	5,238,707	-	3,933,987
The Joliet Area Historical Museum	1,281,732	-	179,416
Total Component Units	<u>\$ 11,026,899</u>	<u>\$ -</u>	<u>\$ 5,388,922</u>

See Accompanying Notes To The Basic Financial Statements.

**Net (Expense) Revenue And
Changes In Net Assets**

Revenues					
Operating Grants And Contributions	Capital Grants And Contributions	Primary Government			Component Units
		Governmental Activities	Business-Type Activities	Total	
\$ 11,607,331	\$ -	(\$ 13,450,828)	\$ -	(\$ 13,450,828)	\$ -
1,643,845	160,102	(70,517,108)	-	(70,517,108)	-
151,459	30,948,383	1,172,302	-	1,172,302	-
-	-	(2,808,574)	-	(2,808,574)	-
4,900	122,199	(4,078,580)	-	(4,078,580)	-
2,581,679	-	(5,394,784)	-	(5,394,784)	-
54,001	-	1,154,817	-	1,154,817	-
-	-	(552,000)	-	(552,000)	-
<u>16,043,215</u>	<u>31,230,684</u>	<u>(94,474,755)</u>	<u>-</u>	<u>(94,474,755)</u>	<u>-</u>
-	10,831,934	-	18,152,194	18,152,194	-
-	-	-	(84,863)	(84,863)	-
-	<u>10,831,934</u>	-	<u>18,067,331</u>	<u>18,067,331</u>	<u>-</u>
<u>\$ 16,043,215</u>	<u>\$ 42,062,618</u>	<u>(94,474,755)</u>	<u>18,067,331</u>	<u>(76,407,424)</u>	<u>-</u>
\$ 217,686	\$ -	-	-	-	(3,013,255)
1,605,926	519,198	-	-	-	820,404
1,062,457	-	-	-	-	(39,859)
<u>\$ 2,886,069</u>	<u>\$ 519,198</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,232,710)</u>
General Revenues And Transfers:					
Property Taxes		25,955,040	-	25,955,040	4,175,088
Gaming Taxes		34,864,387	-	34,864,387	-
State Sales Taxes		14,278,272	-	14,278,272	-
Home Rule Sales Taxes		17,018,542	-	17,018,542	-
Utility Taxes		6,400,816	-	6,400,816	-
State Income Taxes		8,138,568	-	8,138,568	-
Other Taxes		12,265,660	-	12,265,660	-
Revenue In Lieu Of Taxes		-	-	-	72,053
Interest And Investment Earnings		2,219,941	4,902,468	7,122,409	128,299
Other General Revenues		608,008	-	608,008	24,718
Transfers		1,335,395	(1,335,395)	-	-
Total General Revenues And Transfers		<u>123,084,629</u>	<u>3,567,073</u>	<u>126,651,702</u>	<u>4,400,158</u>
Change In Net Assets		28,609,874	21,634,404	50,244,278	2,167,448
Net Assets - Beginning (As Adjusted)		<u>363,549,269</u>	<u>236,792,733</u>	<u>600,342,002</u>	<u>23,611,661</u>
Net Assets - Ending		<u>\$ 392,159,143</u>	<u>\$ 258,427,137</u>	<u>\$ 650,586,280</u>	<u>\$ 25,779,109</u>

CITY OF JOLIET, ILLINOIS

Governmental Funds Balance Sheet / Statement Of Net Assets December 31, 2006

	<u>General Fund</u>	<u>Police Protection Fund</u>	<u>Fire Protection Fund</u>	<u>Other Governmental Funds</u>
ASSETS				
Cash	\$ 323,848	\$ 999	\$ 551	\$ 922,944
Investments	37,602,862	-	-	7,891,140
Receivables				
Property Taxes, Net Of Allowance				
For Uncollectible Amounts	2,675,059	5,535,988	2,354,820	18,275,624
Intergovernmental	5,956,698	5,220,046	3,345,845	3,100,697
Accrued Interest	350,833	-	-	72,625
Special Assessments	-	-	-	226,012
Other	188,630	1,187,771	320,093	206,577
Inventory	1,478,661	-	-	-
Internal Receivables	14,182,414	-	568,310	1,952,459
Unamortized Bond Issue Costs	-	-	-	-
Net Pension Obligation - Asset	-	-	-	-
Capital Assets, Net Of Accumulated				
Depreciation	-	-	-	-
 Total Assets	 <u>\$ 62,759,005</u>	 <u>\$ 11,944,804</u>	 <u>\$ 6,589,619</u>	 <u>\$ 32,648,078</u>

See Accompanying Notes To The Basic Financial Statements.

Total Governmental Funds	Adjustments (Note 16)	Statement Of Net Assets
\$ 1,248,342	\$ -	\$ 1,248,342
45,494,002	-	45,494,002
28,841,491	-	28,841,491
17,623,286	-	17,623,286
423,458	-	423,458
226,012	-	226,012
1,903,071	-	1,903,071
1,478,661	-	1,478,661
16,703,183 (	4,497,883)	12,205,300
-	189,220	189,220
-	1,828,779	1,828,779
-	364,859,695	364,859,695
<u>\$ 113,941,506</u>	<u>\$ 362,379,811</u>	<u>\$ 476,321,317</u>

(Continued)

CITY OF JOLIET, ILLINOIS

Governmental Funds Balance Sheet / Statement Of Net Assets December 31, 2006

	General Fund	Police Protection Fund	Fire Protection Fund	Other Governmental Funds
LIABILITIES				
Vouchers Payable	\$ 2,207,681	\$ 116,816	\$ 30,738	\$ 909,620
Customer Deposits And Credits	4,099,464	40,051	297	61,083
Health Claims Payable	858,600	-	-	-
Deferred Revenue - Property Taxes	2,675,059	5,535,988	2,354,820	18,275,625
Deferred Revenue - Other	629,512	2,915,419	1,384,575	1,543,757
Internal Payables	376,060	870,880	-	3,250,943
Due To Component Units	208,611	-	-	-
Commercial Loans	1,478,661	-	-	-
Other	1,500	-	12,508	-
Long-Term Liabilities:				
Due Within One Year	-	-	-	-
Due After One Year	-	-	-	-
Total Liabilities	12,535,148	9,479,154	3,782,938	24,041,028
FUND BALANCES (DEFICITS)				
Reserved For Encumbrances	1,725,468	87,322	63,885	4,361,181
Reserved For Inventory	1,478,661	-	-	-
Unreserved, Reported In:				
General Fund	47,019,728	-	-	-
Special Revenue Funds	-	2,378,328	2,742,796	7,083,955
Debt Service Funds	-	-	-	52,716
Capital Projects Funds	-	-	-	(2,890,802)
Total Fund Balances	50,223,857	2,465,650	2,806,681	8,607,050
Total Liabilities And Fund Balances	\$ 62,759,005	\$ 11,944,804	\$ 6,589,619	\$ 32,648,078
NET ASSETS				
Invested In Capital Assets, Net Of Related Debt				
Restricted For Debt Service				
Restricted For Pension Contributions				
Unrestricted				
Total Net Assets				
Total Liabilities And Net Assets				

See Accompanying Notes To The Basic Financial Statements.

Total Governmental Funds	Adjustments (Note 16)	Statement Of Net Assets
\$ 3,264,855	\$ -	\$ 3,264,855
4,200,895	-	4,200,895
858,600	-	858,600
28,841,492	-	28,841,492
6,473,263 (	4,183,925)	2,289,338
4,497,883 (	4,497,883)	-
208,611	-	208,611
1,478,661	-	1,478,661
14,008	-	14,008
-	7,481,443	7,481,443
-	35,524,271	35,524,271
<u>49,838,268</u>	<u>34,323,906</u>	<u>84,162,174</u>

6,237,856 (	6,237,856)	-
1,478,661 (	1,478,661)	-
47,019,728 (	47,019,728)	-
12,205,079 (	12,205,079)	-
52,716 (	52,716)	-
(<u>2,890,802</u>)	<u>2,890,802</u>	-
<u>64,103,238</u> (	<u>64,103,238</u>)	-

\$ 113,941,506

352,424,325	352,424,325
52,716	52,716
21,231	21,231
<u>39,660,871</u>	<u>39,660,871</u>
<u>392,159,143</u>	<u>392,159,143</u>
<u>\$ 362,379,811</u>	<u>\$ 476,321,317</u>

CITY OF JOLIET, ILLINOIS

Statement Of Revenues, Expenditures, And Changes In Fund Balances Governmental Funds For The Year Ended December 31, 2006

	General Fund	Police Protection Fund	Fire Protection Fund	Other Governmental Funds
Revenue				
Property Taxes	\$ 2,890,521	\$ 4,806,442	\$ 1,611,058	\$ 16,647,019
Other Taxes	51,108,836	19,815,058	15,413,573	16,952,125
Federal, State And Private Grants And Allotments	531,057	1,326,290	37,747	6,717,439
Charges For Services	257,531	1,798,653	2,340,743	63,052
Interest Earnings	1,833,384	53,318	1,861	331,378
Licenses, Permits, Rentals And Fees	14,673,838	24,600	4,179	12,614
Fines	1,170,074	6,726	-	-
Special Assessments	16,090	-	-	226,568
Other	588,708	140,002	50,773	492,959
Total Revenue	<u>73,070,039</u>	<u>27,971,089</u>	<u>19,459,934</u>	<u>41,443,154</u>
Expenditures				
Current:				
General Government	11,821,623	-	-	-
Public Safety	405,738	32,922,889	20,722,815	457,012
Streets And Bridges	14,715	-	-	21,395,611
Refuse Disposal	8,254,884	-	-	-
Culture And Recreation	3,844,750	-	-	395,367
Employee Benefits And Pension Plans	16,994,374	46,667	21,024	14,913,155
Community Development	3,645,324	-	-	1,902,695
Capital Projects	3,064,011	642,703	384,747	6,459,600
Debt Service - Principal	-	-	-	585,000
Debt Service - Interest	-	-	-	537,344
Debt Service - Other	-	-	-	700
Total Expenditures	<u>48,045,419</u>	<u>33,612,259</u>	<u>21,128,586</u>	<u>46,646,484</u>
Revenue Over (Under) Expenditures	25,024,620	(5,641,170)	(1,668,652)	(5,203,330)
Other Financing Sources (Uses)				
Sale Of Capital Assets	-	-	-	35,360
Issuance Of Loans	696,581	-	-	-
Transfers In	598,688	3,859,371	2,944,359	12,555,490
Transfers Out	(14,997,242)	-	-	(2,029,246)
Net Change In Fund Balance	11,322,647	(1,781,799)	1,275,707	5,358,274
Fund Balances, Beginning Of Year	<u>38,901,210</u>	<u>4,247,449</u>	<u>1,530,974</u>	<u>3,248,776</u>
Fund Balances, End Of Year	<u>\$ 50,223,857</u>	<u>\$ 2,465,650</u>	<u>\$ 2,806,681</u>	<u>\$ 8,607,050</u>

See Accompanying Notes To The Basic Financial Statements.

Reconciliation Of The Statement Of Revenues,
Expenditures And Changes In Fund Balance Of
Governmental Funds To The Statement Of Activities
For The Year Ended December 31, 2006

Total Governmental Funds		
\$ 25,955,040	Net Change In Fund Balances -	
103,289,592	Governmental Funds	\$ 16,174,829
8,612,533	<i>Amounts reported for governmental activities in the</i>	
4,459,979	<i>Statement Of Activities are different because</i>	
2,219,941	Governmental funds report capital outlays as expenditures. However,	
14,715,231	in the Statement Of Activities, the cost of those assets are depreciated	
1,176,800	over their estimated useful lives as depreciation expense.	
242,658	This is the amount of assets capitalized in the current period.	11,807,784
1,272,442	This is the amount of depreciation recorded in the current period.	(12,708,233)
<u>161,944,216</u>		
11,821,623	Repayment of bond principal is an expenditure in the governmental funds, but	
54,508,454	the repayment reduced long-term liabilities in the Statement Of Net Assets.	585,000
21,410,326	In governmental funds, the proceeds from long-term debt is considered an	
8,254,884	other financing source, but in the Statement Of Net Assets, debt is	
4,240,117	reported as a liability. In the current period, proceeds were received	
	from the issuance of equipment loans.	(696,581)
31,975,220	Governmental funds only report the disposal of assets to the extent proceeds	
5,548,019	are received. In the Statement Of Activities, a gain or loss is reported for	
10,551,061	each disposal. This is the basis in the capital assets that were disposed.	(123,374)
585,000	Governmental funds do not report the change in certain long-term assets and	
537,344	liabilities, the change has been recorded in the Statement Of Net Assets:	
700	Decrease in the net pension obligation - asset	(1,138,791)
<u>149,432,748</u>	Increase in compensated absences	(2,294,477)
	Decrease in claims liabilities	890,663
12,511,468	Increase in other postemployment benefits	(10,587,133)
35,360	The City amortized bond issue costs, (\$20,273); bond premium, \$23,001; and	
696,581	the deferred amount on the issuance of refunding bonds, (\$37,657) in the	
19,957,908	Statement Of Net Assets.	(34,929)
(17,026,488)	The City received infrastructure assets from local developers during the year.	26,601,337
	Revenues in the Statement Of Activities that do not provide current	
	financial resources are not reported as revenues in the funds.	<u>133,779</u>
16,174,829	Change In Net Assets Of Governmental Activities	<u>\$ 28,609,874</u>
<u>47,928,409</u>		
<u>\$ 64,103,238</u>		

CITY OF JOLIET, ILLINOIS

Statement Of Net Assets Proprietary Funds December 31, 2006

	Business-Type Activities		
	Waterworks And Sewage Fund	(Nonmajor) Parking Meter Fund	Total
ASSETS			
Current Assets			
Unrestricted Assets			
Cash	\$ 385,886	\$ 76,054	\$ 461,940
Escrow Deposits	4,248,012	-	4,248,012
Investments	59,121,097	600,000	59,721,097
Receivables			
Accrued Interest	822,746	3,012	825,758
Customer Accounts, Net Of \$428,107			
Allowance For Uncollectible Amounts	1,657,102	-	1,657,102
Estimated Unbilled Usage	2,685,091	-	2,685,091
Internal Receivables	2,589,239	-	2,589,239
Total Unrestricted Assets	<u>71,509,173</u>	<u>679,066</u>	<u>72,188,239</u>
Restricted Assets (1989, 2002A, 2003, 2004, And 2006 Bond Accounts)			
Cash	42,162	-	42,162
Investments	26,870,686	-	26,870,686
Accrued Interest	268,636	-	268,636
Total Restricted Assets	<u>27,181,484</u>	<u>-</u>	<u>27,181,484</u>
Total Current Assets	<u>98,690,657</u>	<u>679,066</u>	<u>99,369,723</u>
Noncurrent Assets			
Capital Assets			
Land And Land Improvements	1,288,985	2,351,029	3,640,014
Waterworks And Sewerage System	317,175,295	-	317,175,295
Parking Decks And Lots	-	6,983,154	6,983,154
Equipment	7,134,815	576,634	7,711,449
	<u>325,599,095</u>	<u>9,910,817</u>	<u>335,509,912</u>
Accumulated Depreciation	82,749,315	3,883,334	86,632,649
Total Capital Assets	<u>242,849,780</u>	<u>6,027,483</u>	<u>248,877,263</u>
Other Assets			
Unamortized Bond Discount	91,621	-	91,621
Unamortized Bond Issue Costs	102,686	-	102,686
Total Other Assets	<u>194,307</u>	<u>-</u>	<u>194,307</u>
Total Noncurrent Assets	<u>243,044,087</u>	<u>6,027,483</u>	<u>249,071,570</u>
Total Assets	<u>\$ 341,734,744</u>	<u>\$ 6,706,549</u>	<u>\$ 348,441,293</u>

See Accompanying Notes To The Basic Financial Statements.

	Business-Type Activities		
	Waterworks And Sewage Fund	(Nonmajor) Parking Meter Fund	Total
LIABILITIES			
Current Liabilities			
Payable From Unrestricted Assets			
Vouchers Payable	\$ 1,397,739	\$ 5,247	\$ 1,402,986
Accrued Compensated Absences - Current	46,814	4,240	51,054
Other Postemployment Benefits - Current	310,748	24,621	335,369
Accrued Interest Payable	1,593,012	-	1,593,012
Bonds Payable - Current Portion	2,655,000	-	2,655,000
Customer Deposits And Credits	821,778	-	821,778
Internal Payables	14,528,895	265,644	14,794,539
Payable From Restricted Assets			
Vouchers Payable	2,793,968	-	2,793,968
Total Current Liabilities	24,147,954	299,752	24,447,706
Noncurrent Liabilities			
Long Term Debt			
Due To Component Unit	-	998,936	998,936
Accrued Compensated Absences	1,030,150	89,748	1,119,898
Other Postemployment Benefits	482,842	38,256	521,098
Revenue Bonds Payable	61,260,000	-	61,260,000
Unamortized Premium On Revenue			
Bonds Payable	2,041,683	-	2,041,683
Deferred Amount On Refunding Of Bonds	(375,165)	-	(375,165)
Total Noncurrent Liabilities	64,439,510	1,126,940	65,566,450
Total Liabilities	88,587,464	1,426,692	90,014,156
NET ASSETS			
Invested In Capital Assets, Net Of			
Related Debt	185,215,992	6,027,483	191,243,475
Restricted For:			
Debt Service	6,149,024	-	6,149,024
Capital Projects	15,652,527	-	15,652,527
Unrestricted	46,129,737	(747,626)	45,382,111
Total Net Assets	253,147,280	5,279,857	258,427,137
Total Liabilities And Net Assets	\$ 341,734,744	\$ 6,706,549	\$ 348,441,293

CITY OF JOLIET, ILLINOIS

Statement Of Revenues, Expenses And Changes In Net Assets Proprietary Funds For The Year Ended December 31, 2006

	Business-Type Activities		
	Waterworks And Sewage Fund	(Nonmajor) Parking Meter Fund	Total
Operating Revenue *			
Charges For Services - Water	\$ 12,543,170	\$ -	\$ 12,543,170
Charges For Services - Sewer	12,839,021	-	12,839,021
Charges For Services - Other	494,377	949,722	1,444,099
Tap On/Turn On Fees	8,766,856	-	8,766,856
Fines And Other	114,947	102,024	216,971
	<u>34,758,371</u>	<u>1,051,746</u>	<u>35,810,117</u>
Operating Expense			
Personnel Services	7,316,325	611,341	7,927,666
Personnel Services - Benefits	798,032	62,877	860,909
Purchased Professional Services	622,433	69,468	691,901
Purchased Property Services	1,394,388	43,110	1,437,498
Other Purchased Services	126,152	37,728	163,880
Supplies	4,567,837	60,855	4,628,692
Repairs And Rehabilitation	1,082,196	13,637	1,095,833
Depreciation	7,252,555	183,576	7,436,131
Other	7,098	218	7,316
	<u>23,167,016</u>	<u>1,082,810</u>	<u>24,249,826</u>
Operating Income (Loss)	<u>11,591,355</u>	<u>(31,064)</u>	<u>11,560,291</u>
Nonoperating Revenue (Expense)			
Interest Earnings	4,878,384	24,084	4,902,468
Amortization Of Bond Discounts And Premiums	310,019	-	310,019
Interest Expense	(3,038,888)	-	(3,038,888)
Total Nonoperating Revenue (Expense)	<u>2,149,515</u>	<u>24,084</u>	<u>2,173,599</u>
Income (Loss) Before Transfers And Contributions	<u>13,740,870</u>	<u>(6,980)</u>	<u>13,733,890</u>
Transfers Out	<u>(2,931,420)</u>	<u>-</u>	<u>(2,931,420)</u>
Capital Contributions	<u>10,831,934</u>	<u>-</u>	<u>10,831,934</u>
Change In Net Assets	<u>21,641,384</u>	<u>(6,980)</u>	<u>21,634,404</u>
Total Net Assets, Beginning Of Year	<u>231,505,896</u>	<u>5,286,837</u>	<u>236,792,733</u>
Total Net Assets, End Of Year	<u>\$ 253,147,280</u>	<u>\$ 5,279,857</u>	<u>\$ 258,427,137</u>

* All operating revenue of the Waterworks And Sewerage Fund is used as security for the Series 1989, 2002A, 2003, 2004 and 2006 revenue bonds.

CITY OF JOLIET, ILLINOIS

Statement Of Cash Flows Proprietary Funds For The Year Ended December 31, 2006

	Business-Type Activities		
	Waterworks And Sewerage Fund	(Nonmajor) Parking Meter Fund	Total
Cash Flows From Operating Activities			
Receipts From Customers	\$ 33,980,905	\$ 1,051,746	\$ 35,032,651
Payments To Suppliers	(8,607,470)	(281,178)	(8,888,648)
Payments To Employees	(7,116,159)	(590,012)	(7,706,171)
Net Cash Provided By Operating Activities	18,257,276	180,556	18,437,832
Cash Flows From Noncapital Financing Activities			
Payments To Other Funds	(3,388,505)	-	(3,388,505)
Payments From Other Funds	1,375,793	284	1,376,077
Net Cash Provided By (Used In) Noncapital Financing Activities	(2,012,712)	284	(2,012,428)
Cash Flows From Capital And Related Financing Activities			
Purchases Of Capital Assets	(36,835,184)	(34,821)	(36,870,005)
Proceeds From Bond Issuance	6,290,000	-	6,290,000
Payments To Bond Paying Agent	(8,380,000)	-	(8,380,000)
Payment Of Bond Interest	(3,622,863)	-	(3,622,863)
Net Cash (Used In) Capital And Related Financing Activities	(42,548,047)	(34,821)	(42,582,868)
Cash Flows From Investing Activities			
Investment Sales Or Maturities	129,713,523	469,000	130,182,523
Investment Purchases	(107,914,282)	(600,000)	(108,514,282)
Income Received On Investments	4,931,317	22,814	4,954,131
Net Cash Provided By (Used In) Investing Activities	26,730,558	(108,186)	26,622,372
Net Increase In Cash	427,075	37,833	464,908
Cash And Restricted Cash, Beginning Of Year	973	38,221	39,194
Cash And Restricted Cash, End Of Year	\$ 428,048	\$ 76,054	\$ 504,102

See Accompanying Notes To The Basic Financial Statements.

	Business-Type Activities		
	Waterworks And Sewerage Fund	(Nonmajor) Parking Meter Fund	Total
Reconciliation Of Operating Income (Loss) To Net Cash Provided By Operating Activities:			
Operating Income (Loss)	\$ 11,591,355	(\$ 31,064)	\$ 11,560,291
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided By Operating Activities:			
Depreciation Expense	7,252,555	183,576	7,436,131
Changes In Assets And Liabilities			
Receivables	(928,742)	-	(928,742)
Vouchers Payable	(662,241)	(46,974)	(709,215)
Accrued Compensated Absences	59,483	12,141	71,624
Other Postemployment Benefits	793,590	62,877	856,467
Customer Deposits And Credits	151,276	-	151,276
Total Adjustments	6,665,921	211,620	6,877,541
Net Cash Provided By Operating Activities	\$ 18,257,276	\$ 180,556	\$ 18,437,832
Noncash Transactions			
Contributed Capital Assets	\$ 10,831,934	\$ -	\$ 10,831,934

CITY OF JOLIET, ILLINOIS

Statement Of Fiduciary Net Assets Fiduciary Funds December 31, 2006

	Pension Trust Funds
ASSETS	
Cash	\$ 152,875
Investments, At Fair Value	
U.S. Government And Agency Securities	27,541,681
U.S. Government Sponsored Agency Securities	41,901,749
Insurance Annuities	12,642,079
Certificates Of Deposit	8,947,542
Money Market Mutual Funds	8,810,184
Mutual Funds	40,543,851
Common Stock	12,360,496
Total Investments	152,747,582
Accrued Interest Receivable	1,027,727
Other Receivable	39,641
Total Assets	153,967,825
LIABILITIES	
Accrued Investment Expenses	41,571
Miscellaneous Payable	51,877
Total Liabilities	93,448
NET ASSETS	
Held In Trust For Pension Benefits	\$ 153,874,377

CITY OF JOLIET, ILLINOIS

Statement Of Changes In Fiduciary Net Assets Fiduciary Funds For The Year Ended December 31, 2006

	Pension Trust Funds
Additions	
Contributions	
Employer Contributions	\$ 8,293,221
Plan Member Contributions	<u>3,817,718</u>
Total Contributions	<u>12,110,939</u>
Investment Income	
Net Appreciation In Fair Value Of Investments	5,870,396
Interest And Dividends	<u>6,440,504</u>
	12,310,900
Less Investment Expenses	<u>242,422</u>
Net Investment Income	<u>12,068,478</u>
Miscellaneous Income	<u>84,463</u>
Total Additions	<u>24,263,880</u>
Deductions	
Pension Expense, Benefit Payments	10,499,556
Refunds To Terminated Employees	77,760
Administrative And Other Expenses	<u>133,437</u>
Total Deductions	<u>10,710,753</u>
Net Increase	13,553,127
Net Assets Held In Trust For Pension Benefits	
Beginning Of Year	<u>140,321,250</u>
End Of Year	<u>\$ 153,874,377</u>

CITY OF JOLIET, ILLINOIS

Combining Statement Of Net Assets Component Units

	December 31, 2006		June 30, 2006		
		Will County Metropolitan Exposition And Auditorium Authority	The Joliet Area Historical Museum		Total
ASSETS					
Current Assets:					
Cash	\$ 1,740,908	\$ 925,928	\$ 214,564	\$	2,881,400
Investments	-	620,349	145,113		765,462
Receivables					
Property Taxes, Net Of Allowance					
For Uncollectible Amounts	4,197,116	-	-		4,197,116
Accrued Interest	-	886	-		886
Customer Accounts, Net	-	32,800	1,787		34,587
Pledges Receivable	-	106,000	10,717		116,717
Other	-	22,837	-		22,837
Inventory	-	32,749	16,217		48,966
Prepaid Expenses	66,691	228,646	5,997		301,334
Restricted Assets (Endowment Funds)					
Investments	-	-	89,456		89,456
Total Current Assets	<u>6,004,715</u>	<u>1,970,195</u>	<u>483,851</u>		<u>8,458,761</u>
Noncurrent Assets:					
Due From Primary Government	208,611	998,936	-		1,207,547
Pledges Receivable	-	265,807	4,555		270,362
Capital Assets (Net)					
Library	13,967,408	-	-		13,967,408
W.C.M.E.A.A.	-	3,346,829	-		3,346,829
Historical Museum	-	-	33,400		33,400
Construction In Progress	-	101,345	-		101,345
Total Noncurrent Assets	<u>14,176,019</u>	<u>4,712,917</u>	<u>37,955</u>		<u>18,926,891</u>
Total Assets	<u>\$ 20,180,734</u>	<u>\$ 6,683,112</u>	<u>\$ 521,806</u>	<u>\$</u>	<u>27,385,652</u>

See Accompanying Notes To The Basic Financial Statements.

	December 31, 2006	June 30, 2006		
	Joliet Public Library	Will County Metropolitan Exposition And Auditorium Authority	The Joliet Area Historical Museum	Total
LIABILITIES				
Current Liabilities:				
Vouchers Payable	\$ 103,091	\$ 222,465	\$ 19,784	\$ 345,340
Accrued Compensated Absences	196,296	57,669	28,457	282,422
Accrued Interest	18,541	56,355	-	74,896
Deferred Revenue - Advance				
Ticket Sales	-	691,257	-	691,257
Due To Primary Government	-	-	93,780	93,780
Other	-	118,848	-	118,848
Total Liabilities	317,928	1,146,594	142,021	1,606,543
NET ASSETS				
Invested In Capital Assets Net Of Related Debt	13,967,408	3,448,174	-	17,415,582
Restricted For:				
Expendable Purposes:				
Temporary Funds	-	371,807	285,615	657,422
Nonexpendable Purposes:				
Permanent Funds	-	420,308	94,170	514,478
Unrestricted	5,895,398	1,296,229	-	7,191,627
Total Net Assets	19,862,806	5,536,518	379,785	25,779,109
Total Liabilities And Net Assets	\$ 20,180,734	\$ 6,683,112	\$ 521,806	\$ 27,385,652

CITY OF JOLIET, ILLINOIS

Combining Statement Of Activities
Component Units
For The Year Ended June 30, 2006 And December 31, 2006

<u>Functions / Programs</u>	<u>Expenses</u>	<u>Program Charges For Services</u>
Joliet Public Library		
Library Operations	\$ 4,506,460	\$ 1,275,519
W.C.M.E.A.A.		
Culture And Recreation	91,067	790
Theatre And Rental Operations	5,147,640	3,933,197
The Joliet Area Historical Museum		
Culture And Recreation	<u>1,281,732</u>	<u>179,416</u>
 Total Component Units	 <u>\$ 11,026,899</u>	 <u>\$ 5,388,922</u>

See Accompanying Notes To The Basic Financial Statements.

**Net (Expense) Revenue And
Changes In Net Assets**

		<u>December 31, 2006</u>	<u>June 30, 2006</u>		
Revenues			Will County Metropolitan		
<u>Operating Grants And Contributions</u>	<u>Capital Grants And Contributions</u>	<u>Joliet Public Library</u>	<u>Exposition And Auditorium Authority</u>	<u>The Joliet Area Historical Museum</u>	<u>Total</u>
\$ 217,686	\$ -	(\$ 3,013,255)	\$ -	\$ -	(\$ 3,013,255)
827,147	519,198	-	1,256,068	-	1,256,068
778,779	-	-	(435,664)	-	(435,664)
<u>1,062,457</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(39,859)</u>	<u>(39,859)</u>
<u>\$ 2,886,069</u>	<u>\$ 519,198</u>	<u>(3,013,255)</u>	<u>820,404</u>	<u>(39,859)</u>	<u>(2,232,710)</u>
General Revenues:					
Property Taxes		4,175,088	-	-	4,175,088
Revenue In Lieu Of Taxes		72,053	-	-	72,053
Interest And Investment Earnings		81,991	32,509	13,799	128,299
Other General Revenues		<u>24,718</u>	<u>-</u>	<u>-</u>	<u>24,718</u>
Total General Revenues		<u>4,353,850</u>	<u>32,509</u>	<u>13,799</u>	<u>4,400,158</u>
Change In Net Assets		1,340,595	852,913	(26,060)	2,167,448
Net Assets - Beginning (As Adjusted)		<u>18,522,211</u>	<u>4,683,605</u>	<u>405,845</u>	<u>23,611,661</u>
Net Assets - Ending		<u>\$ 19,862,806</u>	<u>\$ 5,536,518</u>	<u>\$ 379,785</u>	<u>\$ 25,779,109</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Introduction

The City of Joliet, Illinois (the City) was incorporated June 19, 1852. The City is a home rule unit and operates under the Council / Manager form of government. The City Council is composed of the Mayor and eight council members. The City provides services to the community that includes: police, fire, water and wastewater utility, community development, street maintenance, and general services.

The financial statements of the City of Joliet, Illinois are prepared in accordance with Accounting Principles Generally Accepted in the United States of America (USGAAP). USGAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. For enterprise funds, GASB Statement Nos. 20 and 34 provide the City the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

Financial Reporting Entity

As defined by accounting principles generally accepted in the United States of America established by the Governmental Accounting Standards Board, the financial reporting entity consists of the primary government, as well as its component units, which are legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as:

- 1) Appointment of a voting majority of the component unit's board, and either (a) the ability to impose will by the primary government, or (b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government; or
- 2) Fiscal dependency on the primary government.

The accompanying financial statements present the City of Joliet, Illinois (the primary government) and its component units. The financial data of the component units are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Blended Component Units

These component units are legally separate entities from the City, but are so intertwined with the City that they are, in substance, the same as the City. The Firefighters' Pension Fund and Police Pension Fund of the City of Joliet are Illinois local governments, as such, they are a separate legal entities with their own management and budget authority. These funds exist solely to provide pension benefits for the City's firefighters and police officers and their beneficiaries. The financial statements of the Pension Funds as of and for the fiscal year ended December 31 2006, are blended in the City's basic financial statements as pension trust funds. Each pension fund prepared separately issued component unit financial statements. Those separate financial statements may be obtained at 150 W. Jefferson St., Joliet, Illinois, 60432.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Discretely Presented Component Units

A discretely presented component unit is an entity that is legally separate from the City, but for which the City is financially accountable, or whose relationship with the City is such that exclusion would cause the City's statements to be misleading or incomplete. The City's component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the City.

Joliet Public Library

The Joliet Public Library provides a broad range of services and reference information to area citizens, including book and film rental and audio-visual materials.

On September 1, 1875, under the provisions of an 1872 Illinois Statute, "The Illinois Local Public Library Act", the Joliet City Council adopted an ordinance providing for the establishment of a public library in Joliet. The Joliet Public Library began public service on March 7, 1876. The Library is governed by a board of library trustees consisting of nine members appointed by the Mayor of the City of Joliet and confirmed by the City Council. Board members serve three-year terms with three members being appointed annually.

The Joliet Public Library is primarily supported by property taxes. The annual budget, appropriation and levy for the Library are enacted as ordinances of the City of Joliet by the City Council of the City of Joliet. The Library receives some revenue from the sale of real property, fines and fees and from state, federal and corporate grants. Separate financial statements may be obtained at the Library's business office, 150 North Ottawa Street, Joliet, Illinois, 60432.

Will County Metropolitan Exposition And Auditorium Authority

The Will County Metropolitan Exposition And Auditorium Authority (the Authority) was created under Illinois Public Act 80-909. The original purpose of the Authority was to rehabilitate and restore a historic building, the Rialto Square Theatre. Duties of the Authority consists of promoting, operating and maintaining expositions and conventions in the metropolitan area for industrial, cultural, educational, theatrical, sports, trade and scientific exhibits and to construct, equip and maintain auditoriums and exposition buildings for such purposes. While the Authority still has the same basic purpose, theatre operations, from January 1, 1989 through December 31, 1993, have been carried out by the Rialto Square Theatre Corporation, a separate autonomous non-profit organization. As of January 1, 1994, the Authority resumed theatre operations. In 1982, the Act was amended to allow the authority to lease property as an owner and change the Authority name from Joliet to Will County Metropolitan Exposition And Auditorium Authority. The Mayor of the City of Joliet, with the consent of the City Council, appoints a voting majority of Authority's Governing Board. The City, through an intergovernmental agreement, provides a substantial amount of financial support to the Authority. The Authority operates on a fiscal year ending June 30. Separate financial statements may be obtained at the Authority's administrative office, 15 East Van Buren Street, Joliet, Illinois, 60432.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

The Joliet Area Historical Museum

The Joliet Area Historical Museum (the Museum) is an Illinois nonprofit organization incorporated in 1999. The museum was established to maintain, promote, and support a museum dedicated to presenting the history of the Joliet area to the public. The museum was opened to the public in October 2002. The museum is supported primarily through an agreement with the City of Joliet, grants, contributions and membership dues. The City, through an agreement with the Museum, provides a substantial amount of financial support to the Museum. The Museum is fiscally dependent on the City; the City approves the Museum's annual budget and the Museum cannot borrow funds without the prior approval of the City. The City has the sole and exclusive right to all income, receipts and revenues and other consideration of whatever kind or nature realized by, from or in connection with the Museum Property, the Inaugural Collection or the operation of the Museum. The Museum operates on a fiscal year ending June 30. Separate financial statements may be obtained at the Museum's administrative office, 204 North Ottawa Street, Joliet, Illinois, 60432.

No other agencies or units of local government meet the criteria of GASB Statement Numbers 14 or 39 for inclusion in the reporting entity as a component unit.

Basis Of Presentation

Government-wide Financial Statements

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenue, and nonexchange revenue. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

Fund Financial Statements

Fund financial statements of the reporting entity are organized into funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The City's funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City (General Fund) or meets the following criteria:

- a) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b) Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Governmental Funds

Governmental funds are those through which most governmental functions of the City are financed. The City's expendable financial resources (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following are the City's governmental funds:

General Fund - The General Fund, a major fund, is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Major special revenue funds include the following:

Police Protection Fund - Accounts for all revenue and expenditures related to police department activities and programs.

Fire Protection Fund - Accounts for all revenue and expenditures for fire protection, prevention and related activities.

Debt Service Fund - The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary Funds

Proprietary funds are used to account for the City's ongoing organizations and activities, which are similar to those often, found in the private sector. The measurement focus is based upon determination of net income.

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Major enterprise funds include the following:

Waterworks And Sewerage Fund - Accounts for the revenue and expense related to providing a safe, potable water supply for domestic and industrial usage and fire protection, and for maintaining a dependable system for collecting and treating the waste waters of the City of Joliet.

Fiduciary Funds (Not Included In Government-wide Statements)

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, or other funds.

Pension Trust Funds - The Pension trust funds include the City of Joliet Police Pension Fund and City of Joliet Firefighters' Pension Fund. These funds account for City contributions in the form of property taxes and contributions from participants used to fund the respective pension plans and payments to beneficiaries in accordance with the Illinois Pension Code.

Measurement Focus And Basis Of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Assets and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the "current financial resources" measurement or the "economic resources" measurement is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net assets. Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since preservation of capital is critical.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Basis Of Accounting

Government-wide Financial Statements

In the government-wide Statement of Net Assets and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between expenses, both direct and indirect, and program revenues for each segment of the business-type activities of the City and for each governmental program. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Indirect expenses for centralized services and administrative overhead are allocated among the programs, functions and segments using a full cost allocation approach and are presented separately to enhance comparability of direct expenses between governments that allocate direct expenses and those that do not. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the City.

Eliminations have been made in the statement of net assets to remove the "grossing-up" effect on assets and liabilities within the governmental and business-type activities' columns for amounts reported in the individual funds as internal receivables and payables. Similarly, transfers between funds have been eliminated in the statement of activities. Amounts reported in the activities' columns as receivable from or payable to fiduciary funds have been reclassified in the statement of net assets as accounts receivable or payable to external parties. Interfund services provided and used (sales and purchases of goods and services between funds for a price approximating their external exchange value) are not eliminated in the process of consolidation.

Net assets are reported as restricted when constraints placed on net asset use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

Fund Financial Statements

Fund financial statements report detailed information about the City. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting on funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Governmental Funds

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". Measurable means knowing or being able to reasonably estimate the amount. Available means collectable within sixty days, or soon enough thereafter to be used to pay liabilities of the current period. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

In applying the susceptible-to-accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidelines. Monies that are virtually unrestricted as to purpose of expenditure, which are usually revocable only for failure to comply with prescribed compliance requirements, are reflected as revenues at the time of receipt or earlier if the susceptible-to-accrual criteria are met.

Shared revenues remitted from the State of Illinois, such as state income tax, replacement tax, sales tax, gaming tax, automobile rental tax, paramutual tax, and State motor fuel tax allotments, are accrued applying the susceptible-to-accrual concept based upon the earlier of the month they were liabilities to the State or the month collected by the State.

Licenses and permits, charges for services (other than water), and miscellaneous revenues (except for investment earnings) are recorded as revenues when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned since they are measurable and available.

Revenues from Federal and State grants and similar programs are recognized when the City has done everything necessary to establish its right to the revenue. Usually this is at the time an expenditure has been incurred for an authorized purpose.

Proprietary Funds

All proprietary funds are accounted for using the accrual basis of accounting. These funds account for operations that are primarily financed by user charges. The economic resources focus concerns determining costs as a means of maintaining the capital investment and management control. Their revenues are recognized when earned and expenses are recognized when the liability is incurred or economic asset used. Allocations of costs, such as depreciation, are recorded in proprietary funds. Unbilled utility service receivables are recorded at each year-end.

Proprietary funds separate all activity into two categories: operating and non-operating revenues and expenses. Operating revenues and expenses result from providing services and producing and delivering goods. Non-operating revenues and expenses entail all other activity not included in operating revenues and expenses - generally revenues from grants and interest and expenses for debt service.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Budgets And Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) Prior to the end of the first quarter (March 31), the City Manager submits to the City Council a proposed operating budget and an appropriations ordinance for the fiscal year commencing January 1. The operating budget and appropriations ordinance includes proposed expenditures and estimated revenues.
- 2) The City Council holds public hearings to discuss the proposed appropriations ordinance and budget.
- 3) After approval of the budget by the City Council, it is officially adopted by resolution. State statutes and local ordinances require that the appropriations ordinance be approved by the end of the first quarter of the current fiscal year.
- 4) Revisions to the budget line items within a fund can be authorized by the City Manager. Revisions to the budget between funds may be made in accordance with the Illinois Compiled Statutes (65 ILCS 5/8), requiring two-thirds vote of the City Council. The legal level of control is at the individual fund level. All unencumbered appropriations lapse at year-end.
- 5) Formal budgetary integration is employed as a management control device during the year for the General, Special Revenue, and Debt Service Funds through an internal reporting system. Although not legally required under Illinois Statutes, the City also prepares budgets as a control device for proprietary funds. Such budgetary integration permits the City's department managers to monitor actual revenues and expenditures relative to budgets on an ongoing basis throughout the year.
- 6) The budget for each fund is prepared on the basis of accounting which does not differ materially from the method of accounting described in the "Basis of Accounting" except for encumbrances that do not lapse at the end of the year and for the Enterprise Funds, which do not budget for depreciation expense, and budget for capital asset purchases and debt principal payments. Annual budgets are adopted for the Enterprise Funds.

Cash And Cash Equivalents

Cash as presented in the Statement of Cash Flows for the City's Enterprise Funds consist of demand deposit accounts and petty cash funds. Investments in certificates of deposit, which may or may not have initial maturities of less than three months, are considered to be investments rather than cash.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Capital Assets

Capital assets are stated on the basis of historical cost (estimated for certain items purchased prior to December 31, 1997). Major capital asset additions are financed primarily from bond proceeds. Assets acquired through gifts or donations are recorded at their estimated fair value at the time of acquisition. The City has established a capitalization threshold of \$20,000 for infrastructure improvements, \$5,000 for land improvements, buildings, waterworks and sewerage systems, and parking decks, and \$1,000 for equipment.

Depreciation Of Capital Assets

Depreciation has been provided over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are shown below:

Infrastructure	40 Years
Land Improvements	8 To 15 Years
Buildings	50 Years
Waterworks And Sewerage Systems	40 Years
Parking Decks	50 Years
Equipment	10 To 15 Years

Assets of the Waterworks and Sewerage Fund acquired prior to 1957 are considered to be fully depreciated and were removed from the accounting records. Assets acquired from 1957 through 1987 will be removed from the books in future years as they become fully depreciated. This policy was enacted because the exact composition of capital assets acquired between 1957 and 1987 is not readily ascertainable and, therefore, these assets cannot be removed from the accounting records as they are physically replaced. The above policy provides a means to remove these assets from the accounting records over time. All City infrastructure constructed or acquired in fiscal years ended after June 30, 1980, have been capitalized.

Restricted Net Assets – Proprietary Funds

Certain cash and investments along with related accrued interest receivable in the Waterworks and Sewerage Fund are restricted for debt service and capital improvements in accordance with the ordinances authorizing the issuance of the Series 1989, Series 2002A, Series 2003, Series 2004 and Series 2006 revenue bonds. These assets are reflected as restricted assets and reservation of net assets. When both restricted and unrestricted assets are available for the same purpose, it is the City's policy to first use restricted assets.

Interfund Transfers

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

1. Summary Of Significant Accounting Policies

Encumbrances

Encumbrances are recorded when purchase orders are issued for goods or services and are reflected as a reserve portion of municipal equity. Actual expenditures are recognized when the goods or services are received. Encumbrances do not lapse at the close of the fiscal year. Outstanding encumbrances at the end of the fiscal year are accounted for by reserving a portion of the fund balance in the governmental funds.

Investments

Investments of the City are carried at fair value (See note 3). Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair value.

Employee Compensated Absences

Employee vacation, sick time and comp time, for which the employees are eligible to receive termination payments, are recorded as a liability in the Statement Of Net Assets, the liability will be paid from the fund that the respective employee's salary is paid from.

Customer Accounts And Unbilled Receivables

Estimated sales for water and wastewater usage, which are unbilled at year-end, are recognized as current year revenue and are included in "Receivables - Estimated Unbilled Usage". Customer accounts receivable are recorded net of an allowance for uncollectible accounts.

Inventory

Inventory recorded in the general fund consists of residential real estate purchased for rehabilitation and subsequent sale under the Home Loan Program. This inventory is recorded at cost.

Use Of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

2. Property Taxes

Property taxes are levied each year on all taxable real property located in the City. The amounts recorded as revenue for fiscal year 2006 represent the taxes from the 2005 and prior year levies. The budget anticipates that the 2006 property tax levy will be used to finance the 2007 expenditures. The 2006 levy has been recognized as a receivable as of December 31, 2006 but recognition as revenue has been deferred to 2007 because the revenue is not considered available to finance 2006 expenditures and is intended to finance 2007 expenditures.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

2. Property Taxes

Net property taxes receivable reflect the estimated collectible portion of the 2006 levies as of December 31, 2006. Property taxes receivable for prior years are immaterial and are not recorded.

Based on past experience, an allowance for estimated collection losses (2 percent of the extended levy) has been recorded to reduce the property taxes receivable to the estimated amounts collectible.

Property taxes are levied on the last Tuesday in December and attach as an enforceable lien on property on January 1 and are payable in two installments on June 1 and September 1 subsequent to the year of levy.

All of the City's governmental funds account for property taxes as described above.

3. Cash And Investments

Primary Government

The City is authorized by the Illinois Compiled Statutes to invest in: obligations of the U.S. Treasury, its agencies and instrumentalities; savings accounts, certificates of deposit, or time deposits that are direct obligations of any bank that is insured by the Federal Deposit Insurance Corporation; commercial paper noted within the three highest classifications by at least two standard rating services; obligations of states and their political subdivisions; shares or other securities issued by savings and loan associations which are insured by the Federal Savings and Loan Insurance Corporation; insured accounts of a credit union whose principal office is located in the State of Illinois; Illinois Funds Money Market Fund; money market mutual funds where the portfolio is limited to U.S. Government Securities; and repurchase agreements where the City or its authorized third party agent takes possession of the securities. In addition, the blended component units, the Police and Firefighters' Pension Trust Funds, can invest in general accounts of Illinois authorized life insurance companies; and certain State of Israel obligations. The Pension Funds may also invest in certain separate accounts of Illinois authorized life insurance companies, mutual funds and common stocks, in total not to exceed 45 percent of total net of each Fund.

Violations of Finance-related Legal Provisions – Investment Requirements

The Firefighters' Pension Fund had a total \$418,664 invested in common stocks of foreign-based companies; Illinois Compiled Statutes, 40 ILCS 5/1-113.4 requires "The securities are of a corporation created or existing under the laws of the United States or any state, district, or territory thereof...".

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

3. Cash And Investments

Deposits

In addition to checking accounts, the City maintains an investment pool comprised of certificates of deposit and an Illinois Funds Money Market Fund account that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Investments". The year-end carrying amounts and bank balances for the City and Pension Trust Funds (excluding cash on hand of \$5,265 are as follows:

	Carrying Amount			Total Bank Balance
	Checking Accounts	Certificates Of Deposit	Total	
All City Funds Except				
Pension Trust Funds	\$ 5,995,193	\$ 121,811,990	\$ 127,807,183	\$ 129,461,079
Police Pension Fund	147,682	-	147,682	219,619
Firefighters' Pension Fund	5,193	8,947,542	8,952,735	8,967,382
Total	<u>\$ 6,148,068</u>	<u>\$ 130,759,532</u>	<u>\$ 136,907,600</u>	<u>\$ 138,648,080</u>

Custodial Credit Risk - this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy requires collateral for all deposits and investments except for those investments in the state pool (the Illinois Funds) or the federal government securities. The collateral must have a market value of not less than 100 percent of all deposits and investments. The Pension Funds' investment policies do not require collateralization of deposits or investments. As of year-end, all of the bank balances were insured or collateralized by securities held in safekeeping in a custodial account at a federal reserve bank.

Investments

The City maintains an investment in the Illinois Funds Money Market Fund. The balance at December 31, 2006 was \$10,273,794. The Illinois Funds Money Market Fund is an external investment pool created by the Illinois General Assembly. The fund invests in U.S. Treasury bills and notes, fully collateralized time deposits in Illinois financial institutions, collateralized repurchase agreements, and mutual funds that invest in U.S. Treasury obligations and collateralized repurchased agreements. The fair value of the position in the Illinois Funds Money Market Fund is the same as the value of the pool shares. The Illinois State Treasurer's Investment Advisory Board has oversight responsibility over the Illinois Funds Money Market Fund.

Custodial Credit Risk - The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City or Pension Funds will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The investment policies for the City and the Pension Funds as it pertains to custodial credit risk for investments were outlined above. The investments held in external investment pools and in open-end mutual funds are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form. All other investments were held by the Pension Funds and were registered in the name of the Pension Funds.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

3. Cash And Investments

Concentration of Credit Risk - The City's and the Pension Funds' investment policies place no limit on the amount that may be invested in any one issuer, however, diversification of the investment portfolio must be appropriate as to the nature and purpose of the funds using the "prudent person rule". At year-end, the City held investments in the Illinois Funds, which represented 100 percent of total City investments. The Police Pension Fund had investments (other than U.S. Government and Agency securities and mutual funds) in Federal Home Loan Banks of \$15,395,686 (16.46 percent), Federal Home Loan Mortgage Corporation of \$5,828,194 (6.23 percent) and Federal National Mortgage Association of \$9,786,799 (10.46 percent) which represented 5 percent or more of total Police Pension Fund investments at December 31, 2006. The Firefighter's Pension Fund had investments (other than U.S. Government and Agency securities and mutual funds) in Federal Home Loan Mortgage Corporation of \$3,605,167 (7.17 percent) and Federal National Mortgage Association of \$3,596,279 (7.15 percent), which represented 5 percent or more of total Firefighter's Pension Fund investments at December 31, 2006.

Interest Rate Risk - The City's investment in the Illinois Funds is not exposed to interest rate risk. The Firefighters' Pension Fund does not have formal investment policy that limits investment maturities as a means of managing exposure to fair value losses arising from increasing interest rates. The Police Pension Fund's investment policy dictates fixed income securities are to be invested in a ladder of maturities approach, with securities generally extending over a ten-year period. As of December 31, 2006, the Pension Funds' fixed income investments, maturities (using the segmented time distribution method) and fair values were as follows:

Police Pension Fund

Investment Description	Total Fair Value 12/31/2006	Investment Maturities			
		Less than One Year	One to Five Years	Five to Ten Years	Over Ten Years
US Treasury Bonds	\$ 564,173	\$ -	\$ -	\$ 564,173	\$ -
US Treasury Notes	16,840,240	2,484,454	9,168,322	5,187,464	-
GNMA	179,672	-	-	-	179,672
FFCB	1,473,984	-	728,672	745,312	-
FHLB	15,395,686	4,494,736	10,900,950	-	-
FHLMC	5,828,194	499,765	4,512,755	812,617	3,057
FNMA	9,786,799	1,388,253	4,594,127	3,511,284	293,135

Firefighters' Pension Fund

Investment Description	Total Fair Value 12/31/2006	Investment Maturities			
		Less than One Year	One to Five Years	Five to Ten Years	Over Ten Years
US Treasury Bonds	\$ 3,099,168	\$ 2,764,999	\$ -	\$ 334,169	\$ -
US Treasury Notes	6,773,393	1,816,867	4,455,862	500,664	-
GNMA	85,035	-	-	60,471	24,564
FFCB	156,352	-	-	156,352	-
FHLB	2,059,288	226,415	696,582	242,333	893,958
FHLMC	3,605,167	248,998	325,967	2,072,337	957,865
FNMA	3,596,279	296,656	666,358	1,954,129	679,136

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

3. Cash And Investments

Credit Risk - The City's and Pension Funds' investment policies do not further limit their investment choices beyond those referred to in the Public Funds Investment Act and/or the Illinois Pension Code. As of December 31, 2006, the City's investment in the Illinois Funds was rated AAAM by Standard & Poor's rating agency. The Pension Trust Funds' investments, fair values, and credit ratings as described by Standard & Poor's rating agency were as follows:

Investment Description	Police Pension		Firefighters' Pension		Credit Rating
	Total Fair Value 12/31/2006	% of Total Invest- ments	Total Fair Value 12/31/2006	% of Total Invest- ments	
U.S. Government And Agency Securities					
US Treasury Bonds	\$ 564,173	0.60%	\$ 3,099,168	6.17%	N/A
US Treasury Notes	16,840,240	18.00%	6,773,393	13.48%	N/A
Government National Mortgage Association	179,672	0.19%	85,035	0.17%	N/A
Subtotal	<u>17,584,085</u>	<u>18.79%</u>	<u>9,957,596</u>	<u>19.82%</u>	
U.S. Government Sponsored Agency Securities					
Federal Farm Credit Banks	1,473,984	1.58%	156,352	0.31%	AAA
Federal Home Loan Banks	15,395,686	16.46%	2,059,288	4.10%	AAA
Federal Home Loan Mortgage Corporation	5,828,194	6.23%	3,605,167	7.17%	AAA/A-1+
Federal National Mortgage Association	9,786,799	10.46%	3,596,279	7.15%	AAA/A-1+
Subtotal	<u>32,484,663</u>	<u>34.73%</u>	<u>9,417,086</u>	<u>18.73%</u>	
Insurance Annuities	-	0.00%	12,642,079	25.15%	N/A
Money Market Mutual Funds					
American Funds	2,272,714	2.43%	-	0.00%	AAAM
Merrill Lynch	-	0.00%	733,337	1.46%	AAAM
Wachovia Securities	-	0.00%	607,819	1.21%	AAAM
First Midwest Bank	4,455,309	4.77%	149,324	0.29%	AAAM
Founders Bank	591,680	0.63%	-	0.00%	AAAM
Subtotal	<u>7,319,703</u>	<u>7.83%</u>	<u>1,490,480</u>	<u>2.96%</u>	
Mutual Funds	<u>36,148,115</u>	<u>38.65%</u>	<u>4,395,736</u>	<u>8.75%</u>	N/A
Common Stock	-	0.00%	12,360,496	24.59%	N/A
Total Investments	<u>\$ 93,536,566</u>	<u>100.00%</u>	<u>\$ 50,263,473</u>	<u>100.00%</u>	

N/A - Rating Not Required.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

3. Cash And Investments

Foreign Currency Risk - the Firefighters' Pension Fund held \$418,664 of investments in common stocks of companies based in nine different countries. Since the investments are equity-based and represent less than one percent of total fund investments, management believes any changes in foreign exchange rates would not have a material adverse affect on the fair value of the City's investments.

A reconciliation of the City's cash and investment balances as reported in the basic financial statements and the deposits and investments presented in this note is as follows:

Reconciliation of notes to financial statements:

Cash And Investments (Note Above)

Cash - Carrying Amount Of Deposits	\$ 136,907,600
Cash On Hand	5,265
Investments - City Investment In Illinois Funds	10,273,794
Investments - Police Pension Fund	93,536,566
Investments - Firefighters' Pension Fund	50,263,473
Total	<u>\$ 290,986,698</u>

Cash And Investments (Basic Financial Statements)

Primary Government Cash - Statement Of Net Assets	\$ 1,752,444
Primary Government Escrow Deposits - Statement Of Net Assets	4,248,012
Primary Government Investments - Statement Of Net Assets	132,085,785
Pension Trust Funds Cash - Statement Of Fiduciary Net Assets	152,875
Pension Trust Funds Investments - Statement Of Fiduciary Net Assets	152,747,582
Total	<u>\$ 290,986,698</u>

Discretely Presented Component Units

The Joliet Public Library and the Will County Metropolitan Exposition And Auditorium Authority are authorized by the Illinois Compiled Statutes to invest in instruments similar to the City as noted above.

Joliet Public Library:

At December 31, 2006, the Library's cash consisted of \$2,540 of petty cash on hand and demand deposits held at local financial institutions. The carrying amount of the Library's deposits was \$1,738,368 and the bank balance was \$2,110,376.

Custodial Credit Risk - The Library's investment policy requires collateral for all deposits in excess of FDIC limits. As of year end, \$1,600,981 of the bank balances were collateralized with securities held by the pledging financial institution.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

3. Cash And Investments

Will County Metropolitan Exposition And Auditorium Authority:

At June 30, 2006, the Authority's cash consisted of \$5,150 of petty cash on hand and demand deposits held at local financial institutions. The carrying amount of the Authority's deposits was \$720,359 and the bank balance was \$800,007 all of which were insured or fully collateralized. The Authority had investments in money market mutual funds of \$250,286, which were rated AAAM by Standard & Poors. The Authority also had investments in mutual funds held by First Midwest of \$570,482.

The Joliet Area Historical Museum:

The Museum is a nonprofit organization that reports under standards set by the Financial Accounting Standards Board. As such, reporting requirements for deposits and investments are different from GASB requirements. At year end, June 30, 2006, the Museum maintained cash of \$214,564 and investments of \$145,113. Deposit and investment risk disclosures were not available.

4. Budget, Budget Over-Expenditures And Deficit Equity Balances

The budget is prepared on the same basis and uses the same accounting principles as are used to prepare the financial statements except for the effects of encumbrances. No supplemental appropriations were made during the year.

The budget information is presented in this report in all cases where annual appropriations are required. Unexpended budgeted amounts lapse at the end of the budget year. Spending control for most funds is established by the amount of expenditures budgeted for the fund, but management control is exercised at budgetary line item levels.

Expenditures exceeded the amounts budgeted for the following funds:

	Expenditures	
	Budget	Actual Budgetary Basis
<u>Special Revenue Funds</u>		
Fire Protection Fund	\$ 20,208,733	\$ 21,156,133
School Crossing Guard Fund	379,886	380,717
Illinois Municipal Retirement Fund	5,982,703	6,614,047
Special Service Area Fund	1,530,004	1,590,086
Tax Incremental Financing Fund #1	2,035,000	2,326,691
<u>Debt Service Fund</u>		
Corporate Bond And Interest Fund	1,122,344	1,123,044

The City did not prepare budgets for the following capital project funds for the year ended December 31, 2006. These funds' revenue and expenditures were as follows:

	Revenues	Expenditures
<u>Capital Projects Funds</u>		
Neighborhood Improvement Fund	\$ -	\$ 6,312,557
Property Improvement Fund	83,047	44,287
2002 Bond Fund	681	11,656

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

4. Budget, Budget Over-Expenditures And Deficit Equity Balances

The following funds have deficit equity balances as of December 31, 2006 in the amounts indicated:

<u>Special Revenue Funds</u>	
Special Service Area Fund	\$ 898,235
Community Development Block Grant Fund	342,409
<u>Capital Projects Funds</u>	
Neighborhood Improvement Fund	1,099,319

5. Interfund Balances And Transfers

At December 31, 2006, interfund balances were as follows:

<u>Fund</u>	<u>Internal</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund:		
Police Protection Fund	\$ 554,173	\$ -
Nonmajor Governmental Funds	978,411	376,060
Waterworks And Sewerage Fund	12,384,348	
Nonmajor Enterprise Fund	265,482	-
Total General Fund	<u>14,182,414</u>	<u>376,060</u>
Police Protection Fund:		
General Fund	-	554,173
Waterworks And Sewerage Fund	-	316,707
Total Police Protection Fund	<u>-</u>	<u>870,880</u>
Fire Protection Fund:		
Waterworks And Sewerage Fund	<u>568,310</u>	<u>-</u>
Waterworks And Sewerage Fund:		
General Fund	-	12,384,348
Police Protection Fund	316,707	-
Fire Protection Fund	-	568,310
Nonmajor Governmental Funds	<u>2,272,532</u>	<u>1,576,237</u>
Total Waterworks And Sewerage Fund	<u>2,589,239</u>	<u>14,528,895</u>
Nonmajor Governmental Funds:		
General Fund	376,060	978,411
Waterworks And Sewerage Fund	1,576,237	2,272,532
Nonmajor Enterprise Fund	162	-
Total Nonmajor Governmental Funds	<u>1,952,459</u>	<u>3,250,943</u>
Nonmajor Enterprise Fund:		
General Fund	-	265,482
Nonmajor Governmental Funds	-	162
Total Nonmajor Enterprise Fund	<u>-</u>	<u>265,644</u>
Grand Total	<u>\$ 19,292,422</u>	<u>\$ 19,292,422</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

5. Interfund Balances And Transfers

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "internal receivables and payables." The purpose of all short term loans is to cover temporary cash shortfalls in funds with deficit cash positions, all of which are expected to be repaid within one year.

Due To Component Units / Due To Primary Government

The City owed \$998,936 and \$208,611 to WCMEAA and the Library, respectively, at December 31, 2006. The Museum's June 30, 2006 financial statements show a liability to the City for \$ 93,780. This amount reflects the reclassification of unrestricted net assets at year-end as agreed upon in the intergovernmental agreement between the two entities. As of July 1, 2006 this reclassification was reversed to allow the Museum to utilize the funds in the current year's operations. Therefore, this amount is not reflected on the City's financial statements as due from component unit.

Interfund transfers during the year ended December 31, 2006 were as follows:

Fund	Interfund	
	Transfers In	Transfers Out
General Fund:		
Police Protection Fund	\$ -	\$ 3,859,371
Fire Protection Fund	-	2,884,359
Nonmajor Governmental Funds	506,202	8,253,512
Waterworks And Sewerage Fund	92,486	-
Total General Fund	598,688	14,997,242
Police Protection Fund:		
General Fund	3,859,371	-
Fire Protection Fund:		
General Fund	2,884,359	-
Waterworks And Sewerage Fund	60,000	-
Total Fire Protection Fund	2,944,359	-
Waterworks And Sewerage Fund		
General Fund	-	92,486
Fire Protection Fund	-	60,000
Nonmajor Governmental Funds	-	2,778,934
Total Waterworks And Sewerage Fund	-	2,931,420
Nonmajor Governmental Funds		
General Fund	8,253,512	506,202
Waterworks And Sewerage Fund	2,778,934	-
Nonmajor Governmental Funds	1,523,044	1,523,044
Total Nonmajor Governmental Funds	12,555,490	2,029,246
Grand Total	\$ 19,957,908	\$ 19,957,908

Routine Transfers

The above transfers were made to move monies between funds to finance operations and various programs in accordance with budgetary authorizations approved by the City Council. For example, the General Fund transferred \$7,580,589 to the Neighborhood Improvement Fund (a nonmajor capital projects fund) as part of the annual funding for the Neighborhood Improvement Program.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

6. Capital Assets

Capital asset activity for the year ended December 31, 2006 was as follows:

Primary Government	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006
Governmental Activities:				
<i>Capital Assets Not Being Depreciated:</i>				
Land	\$ 12,609,884	\$ 503,797	\$ -	\$ 13,113,681
Subtotal	12,609,884	503,797	-	13,113,681
<i>Depreciable Capital Assets:</i>				
Infrastructure	339,632,759	32,368,166	206,224	371,794,701
Land Improvements	1,851,524	124,582	-	1,976,106
Buildings	53,280,632	2,790,164	-	56,070,796
Equipment	33,157,537	2,622,412	899,495	34,880,454
Subtotal	427,922,452	37,905,324	1,105,719	464,722,057
Total At Historical Cost	440,532,336	38,409,121	1,105,719	477,835,738
 <i>Less Accumulated Depreciation For:</i>				
Infrastructure	63,264,120	8,892,867	88,105	72,068,882
Land Improvements	939,187	56,120	-	995,307
Buildings	12,542,624	1,391,948	-	13,934,572
Equipment	24,504,224	2,367,298	894,240	25,977,282
Total Accumulated Depreciation	101,250,155	12,708,233	982,345	112,976,043
 Governmental Activities Capital Assets, Net	<u>\$ 339,282,181</u>	<u>\$ 25,700,888</u>	<u>\$ 123,374</u>	<u>\$ 364,859,695</u>
 Business-Type Activities:				
<i>Capital Assets Not Being Depreciated:</i>				
Land	\$ 3,600,014	\$ 40,000	\$ -	\$ 3,640,014
Subtotal	3,600,014	40,000	-	3,640,014
<i>Depreciable Capital Assets:</i>				
Waterworks And Sewerage System	270,392,937	46,782,358	-	317,175,295
Parking Decks and Lots	6,948,333	34,821	-	6,983,154
Equipment	6,973,160	844,760	106,471	7,711,449
Subtotal	284,314,430	47,661,939	106,471	331,869,898
Total At Historical Cost	287,914,444	47,701,939	106,471	335,509,912
 <i>Less Accumulated Depreciation For:</i>				
Waterworks And Sewerage System	70,950,990	6,898,873	-	77,849,863
Parking Decks and Lots	3,172,829	169,778	-	3,342,607
Equipment	5,179,170	367,480	106,471	5,440,179
Total Accumulated Depreciation	79,302,989	7,436,131	106,471	86,632,649
 Assets, Net	<u>\$ 208,611,455</u>	<u>\$ 40,265,808</u>	<u>\$ -</u>	<u>\$ 248,877,263</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

6. Capital Assets

Component Units	Balance 12/31/2005	Additions	Disposals	Balance 12/31/2006
Joliet Public Library	\$ 21,339,860	\$ 1,596,451	\$ 311,846	\$ 22,624,465
Less Accumulated Depreciation	<u>7,974,896</u>	<u>936,061</u>	<u>253,900</u>	<u>8,657,057</u>
Joliet Public Library Capital Assets, Net	<u>\$ 13,364,964</u>	<u>\$ 660,390</u>	<u>\$ 57,946</u>	<u>\$ 13,967,408</u>
	Balance 6/30/2005	Additions	Disposals	Balance 6/30/2006
W.C.M.E.A.A.	\$ 18,039,460	\$ 265,621	\$ 2,085,919	\$ 16,219,162
Construction In Progress	1,053	101,345	1,053	101,345
Less Accumulated Depreciation	<u>14,426,384</u>	<u>531,868</u>	<u>2,085,919</u>	<u>12,872,333</u>
W.C.M.E.A.A. Capital Assets, Net	<u>\$ 3,614,129</u>	<u>\$ (164,902)</u>	<u>\$ 1,053</u>	<u>\$ 3,448,174</u>
The Joliet Area Historical Museum	\$ 18,896	\$ 29,048	\$ -	\$ 47,944
Less Accumulated Depreciation	<u>11,379</u>	<u>3,165</u>	<u>-</u>	<u>14,544</u>
The Joliet Area Historical Museum Capital Assets, Net	<u>\$ 7,517</u>	<u>\$ 25,883</u>	<u>\$ -</u>	<u>\$ 33,400</u>

Depreciation expense was charged to the City's governmental functions as follows:

General Government	\$ 210,554
Public Safety	2,066,394
Streets and Bridges	9,383,170
Culture And Recreation	62,286
Community Development	<u>985,829</u>
Total Depreciation Expense	<u>\$ 12,708,233</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

7. Pension And Retirement Fund Commitments

Illinois Municipal Retirement Fund

The City's agent multiple employer defined benefit pension plan, Illinois Municipal Retirement (IMRF), provides retirement, disability, annual cost of living adjustments and death benefits to plan members and beneficiaries. IMRF acts as a common investment and administrative agent for local governments and school districts in Illinois. The Illinois Pension Code establishes the benefit provisions of the plan that can only be amended by the Illinois General Assembly.

IMRF issues a financial report that includes financial statements and required supplementary information. That report may be obtained at www.imrf.org/pubs/pubs_homepage.htm or by writing to the Illinois Municipal Retirement Fund, 2211 York Road, Suite 500, Oak Brook, Illinois 60523.

Employees participating in IMRF are required to contribute 4.50 percent of their annual covered salary. The member rate is established by state statute. The City is required to contribute at an actuarially determined rate. The employer rate for calendar year 2006 was 12.01 percent of payroll. The employer contribution requirements are established and may be amended by the IMRF Board of Trustees. IMRF's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis (overfunded liability amortized on an open basis). The remaining amortization period at December 31, 2006 was 26 years.

For December 31, 2006, the City's annual pension cost of \$3,682,544 was equal to the City's required and actual contributions. The required contribution was determined as part of the December 31, 2004 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 7.50 percent investment rate of return (net of administrative expenses), (b) projected salary increases of 4 percent a year, attributable to inflation, (c) additional projected salary increases ranging from 0.4 percent to 11.6 percent per year, depending on age and service, attributable to seniority/merit, and (d) post-retirement benefit increases of 3 percent annually. The actuarial value of IMRF assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period with a 15 percent corridor. The assumptions used for the 2006 actuarial valuation were based on the 2002-2004 experience study. Trend information follows:

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

7. Pension And Retirement Fund Commitments

Trend Information

Actuarial Valuation Date	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obigation
12/31/2006	\$ 3,682,544	100%	\$ -
12/31/2005	3,216,363	100%	-
12/31/2004	2,704,491	100%	-
12/31/2003	2,162,245	100%	-
12/31/2002	1,980,914	100%	-
12/31/2001	1,891,857	100%	-
12/31/2000	1,884,288	100%	-
12/31/1999	1,840,920	100%	-
12/31/1998	1,851,632	100%	-
12/31/1997	1,695,327	100%	-

Police Pension and Firefighter's Pension Plans

Plan Descriptions

The City contributes to two single-employer defined benefit pension plans: the Joliet Police Pension Plan and the Joliet Firefighters' Pension Plan (Plans). Each plan provides retirement, disability, and death benefits, and annual cost-of-living adjustments to plan members and beneficiaries. Sworn Police and Fire personnel are covered by the Plans. The plans are part of the City of Joliet's financial reporting entity and are included in the City's financial report as pension trust funds. Although these are single-employer pension plans, the defined benefits and employee and employer contribution requirements are governed by Illinois Compiled Statutes and may only be amended by the Illinois legislature. The Joliet Police Pension Fund is administered by the Joliet Police Pension Board of Trustees. The Joliet Police Pension Fund issues a publicly available financial report that includes financial statements and required supplementary information. The financial report may be obtained by writing to the City of Joliet Administrative Office, 150 West Jefferson Street, Joliet, Illinois 60432-4156. The Joliet Firefighters' Pension Fund is administered by the Joliet Firefighters' Pension Board of Trustees. The Joliet Firefighters' Pension Fund issues a separate financial report which may be obtained by writing to the Joliet Firefighters' administrative office, 101 East Clinton Street, Joliet, Illinois 60432. At January 1, 2005 (the date of the latest actuarial valuation) membership in each plan consisted of the following:

	Police Pension	Firefighters' Pension
Retirees And Beneficiaries Currently Receiving Benefits	126	111
Terminated Employees Entitled To But Not Yet Receiving Benefits	-	-
Active Plan Members	276	178
Total	<u>402</u>	<u>289</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

7. Pension And Retirement Fund Commitments

Summary Of Significant Accounting Policies And Plan Asset Matters

Basis Of Accounting

The Police Pension Fund and the Firefighters' Pension Fund are pension trust funds and are accounted for by the accrual basis of accounting. Employee and employer contributions are recognized as additions when due, pursuant to formal commitments, as well as statutory or contractual requirements. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Method Used To Value Investments

Plan investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national exchanges are valued at the last reported sales price. Investments that do not have an established market are reported at estimated fair value. Details regarding cash and investments are disclosed in Note 3.

Funding Policy

The City funds its contributions to the Police and Firefighter's pension plans through an annual tax levy. The levy amount is actuarially determined as the annual contribution necessary to fund the normal costs, plus the amount to amortize the unfunded accrued liability.

The City's annual pension cost and net pension asset for the police and firefighter's pension plans for the fiscal year ended December 31, 2006 were based on actuarial valuations performed as of December 31, 2004 (the most recent fiscal year for which actuarial information is available). Details were as follows:

	Police Pension Plan	Firefighter's Pension Plan
Annual Required Contribution	\$ 3,950,970	\$ 3,417,986
Interest On Net Pension Asset	(91,213)	(138,774)
Adjustment To Annual Required Contribution	53,033	80,686
Annual Pension Cost	3,912,790	3,359,898
Contributions Made	3,224,860	2,909,037
Increase (Decrease) In Net Pension Asset	(687,930)	(450,861)
Net Pension Asset At January 1, 2004	1,176,939	1,790,631
Net Pension Asset At December 31, 2004	\$ 489,009	\$ 1,339,770

The total net pension asset of \$1,828,779 has been recorded in the statement of net assets.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

7. Pension And Retirement Fund Commitments

	Police Pension Plan	Firefighter's Pension Plan
Contribution Rates		
City	18.10%	21.417%
Plan Members	9.91%	9.455%
Actuarial Valuation Date	1/1/2005	1/1/2005
Actuarial Cost Method	Entry Age	Entry Age
Amortization Method	Level Percentage Of Pay, Closed	Level Percentage Of Pay, Closed
Remaining Amortization Period	28 years 6 months	28 years 6 months
Asset Valuation Method	Market	Market
Actuarial Assumptions		
Investment Rate of Return	7.75%	7.75%
Projected Salary Increases	5.50%	5.50%
Cost Of Living Adjustments	3.00%	3.00%
Post-Retirement Benefit Increases	3.00%	3.00%
Inflation Rate	3.00%	3.00%

Three-Year Trend Information:

	Year Ending	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Asset
Police Pension Plan:	12/31/2004	\$ 3,912,790	82.4%	\$ 489,009
	12/31/2003	3,369,469	93.0%	1,176,939
	12/31/2002	2,786,581	101.2%	1,411,295
Firefighters Pension Plan:	12/31/2004	\$ 3,359,898	86.6%	\$ 1,339,770
	12/31/2003	2,959,660	93.2%	1,790,631
	12/31/2002	2,478,045	97.2%	1,991,744

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

8. Post Employment Benefits Other Than Pensions

The City adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, in 2006. This Statement was implemented prospectively, therefore, the net other postemployment benefit (OPEB) obligation was recorded as zero at transition.

Plan Description: The City administers a single-employer defined benefit healthcare and life insurance plan the Retiree Healthcare And Life Insurance Plan (RHLIP). The plan provides lifetime healthcare and life insurance for eligible retirees and their dependents through the City's group health insurance plan, which covers both active and retired members. Benefit provisions are established through negotiations between the City and the unions representing City employees and are renegotiated each bargaining period. RHLIP does not issue a stand-alone financial report.

Funding Policy: Contribution requirements are also negotiated between the City and union representatives. All plan funding is done on a pay-as-you-go basis. Currently, the retired employees pay the blended 1988 premium rate for healthcare insurance and the City pays the difference between the current blended rate and the 1988 blended rate. Additionally, the City pays 100 percent of the premiums to provide group term life insurance of \$12,500 for qualifying retired police officers and \$10,000 for all other qualifying retired employees. For fiscal year 2006, the City contributed \$3,930,213 to the plan, total retiree contributions were \$331,225.

Annual OPEB Cost and Net OPEB Obligation: The City's annual OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to RHLIP:

Annual Required Contribution	\$ 15,373,813
Interest On Net OPEB Obligation	-
Adjustment To Annual Required Contribution	-
Annual OPEB Cost	15,373,813
Contributions Made	(3,930,213)
Increase In Net OPEB Obligation	11,443,600
Net OPEB Obligation - Beginning Of Year	-
Net OPEB Obligation - End Of Year	<u>\$ 11,443,600</u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2006 was as follows:

	Year Ending	Annual OPEB Cost (APC)	Percentage Of APC Contributed	Net OPEB Obligation
RHLIP Plan:	12/31/2006	\$ 15,373,813	25.6%	\$ 11,443,600

The total net OPEB obligation of \$11,443,600 has been recorded in the statement of net assets. The City estimates \$4,481,000 is due within one year. Payments to liquidate the liability have typically been made by the General, Police Protection, Fire Protection and Waterworks And Sewerage Funds.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

8. Post Employment Benefits Other Than Pensions

Funded Status and Funding Progress: As of January 1, 2006, the actuarial accrued liability for benefits was \$186,484,428, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$59,004,055, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 316.05 percent.

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents only the current year during this first year of implementation, however, in subsequent years, multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits will be provided.

Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the City and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities, consistent with the long-term perspective of the calculations.

Significant methods and assumptions were as follows:

Actuarial valuation date:	January 1, 2006		
Actuarial cost method:	Entry Age Normal		
Amortization method:	Level Percentage Of Payroll, Open		
Remaining amortization period:	29 years		
Actuarial assumptions:			
Discount Rate	5.0%	Wage Inflation	4.0%
Projected Salary Increases	5.5%	Healthcare Trend Rate	5.0%

9. Commitments And Contingencies

Litigation

The City is currently a defendant in several lawsuits. In the opinion of the City, resolution of any of these cases, either individually or in aggregate, would not involve a substantial liability.

Enterprise Fund Commitments

Purchase commitments as of December 31, 2006 amounted to \$25,050,611 and \$37,985 in the Waterworks And Sewerage Fund and the Parking Meter Fund, respectively. These commitments primarily relate to capital projects.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

10. Compensated Absences

All full-time City employees accumulate vacation and sick leave hours for subsequent use or for payment upon termination, death, or retirement. The City has recorded the liability for compensated absences using the "Vesting Method". Under the Vesting Method, the liability is measured based on the sick leave, vacation, and comp time accumulated at the balance sheet date by those employees who are eligible to receive payments upon termination. Amounts in excess of the payment allowed at termination are excluded because those balances are available only for use as paid time off. The governmental liabilities are typically liquidated by the General, Police Protection, and Fire Protection Funds. The City's liability for compensated absences as of December 31, 2006 is as follows:

	Balance 12/31/2005	Additions	Reductions	Balance 12/31/2006	Amount Due Within One Year
Governmental Activities	\$ 13,689,255	\$ 2,978,940	\$ 684,463	\$ 15,983,732	\$ 740,796
Business-Type Activities:					
Waterworks And					
Sewerage Fund	1,017,481	110,357	50,874	1,076,964	46,814
Parking Meter Fund	81,847	16,233	4,092	93,988	4,240
Total Business-Type	1,099,328	126,590	54,966	1,170,952	51,054
Total Liability	\$ 14,788,583	\$ 3,105,530	\$ 739,429	\$ 17,154,684	\$ 791,850

11. Risk Management

The City is exposed to various risks of loss related to torts: theft, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City accounts for its risk financing activities in the General Fund. The General Fund pays all general liabilities, unemployment and workers' compensation, and auto and collision claims for which the City is held liable. The City's Consolidated Property & Casualty Insurance Program consists of primary package insurance coverage consists of excess specific coverage for General, Auto, Police / Law Enforcement, Public Official / Employment Practices Liability (EPL), and Employee Benefit Liability (EMT). The coverage limit on the primary package policy is \$10,000,000 per occurrence and aggregate with an additional \$5,000,000 umbrella extending over the initial \$10,000,000 package limit. The Self-Insured Retention (SIR) is \$1,000,000 for all package components. Worker's Compensation Excess Specific coverage is to statutory limits with \$1,000,000 of employer's liability. The SIR for this line is \$600,000. The City's property coverage is all risk, repair or replacement Full Limit Value (FLV) with a \$100,000 deductible.

This coverage includes Extra Expense (\$500,000 per named location), EDP equipment (FLV per named location), Valuable Papers (\$2,500,000 per named location), Blanket Auto Physical Damage (\$2,500,000 all locations), Property in Transit and Builder's Risk coverage at various limits as well as Earthquake (\$15,000,000 with a \$50,000 deductible) coverage for a Total Insured Value (TIV) of \$233,496,656.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

11. Risk Management

The City's Boiler and Machinery coverage has a full-limit value per occurrence with a \$100,000 deductible. All coverage is on an "Occurrence" form/basis with the exception of Public Officials Liability which is on a claims made basis. There were no significant reductions in insurance coverage from the previous year. Settled claims have not exceeded the insurance coverage in the last three years.

The City also participates in an externally administered self-insurance program for workers' compensation, unemployment compensation, and medical claims. The City's group health insurance plans maintain specific stop loss coverage for claims in excess of \$185,000 and aggregate stop loss coverage for total plan losses in excess of 125 percent of projected claims. Dental coverage benefits are limited to \$1,000 per covered individual per year. The claims liability of \$3,280,055 for workers' compensation is reported as a long-term obligation in the statement of net assets; the amount is based on the estimated outcome of outstanding claims on a case-by-case basis. The amount estimated to be paid within one year is \$1,850,000. The claims are typically paid by the General Fund.

The liability for health claims of \$858,600 is reported in the General Fund. The amount is based on reported claims due and payable at year-end along with an estimate of claims that were incurred before year-end but not yet reported.

Changes in the claims liability amounts in the fiscal years ended December 31, 2006 and 2005 were as follows:

	Workers' Compensation	Health Claims	Total
Claims Liability, December 31, 2004	\$ 3,736,233	\$ 598,739	\$ 4,334,972
Incurred Claims	2,011,342	12,138,844	14,150,186
Change In Estimates	434,485	-	434,485
Claim Payments	<u>(2,011,342)</u>	<u>(12,210,305)</u>	<u>(14,221,647)</u>
Claims Liability, December 31, 2005	4,170,718	527,278	4,697,996
Incurred Claims	1,786,561	14,401,878	16,188,439
Change In Estimates	(890,663)	-	(890,663)
Claim Payments	<u>(1,786,561)</u>	<u>(14,070,556)</u>	<u>(15,857,117)</u>
Claims Liability, December 31, 2006	<u>\$ 3,280,055</u>	<u>\$ 858,600</u>	<u>\$ 4,138,655</u>

12. Commercial Loans

The City maintains a revolving loan account at Harris Bank, Joliet, N.A. with a one year maturity. It is used to fund the City's purchase and rehabilitation of various residences under the City's Home Loan Program. This loan had a balance outstanding on December 31, 2005 and 2006 of \$1,496,871 and \$1,478,661, respectively. The original loan of \$1,496,871 was repaid and loans were advanced of \$1,478,661 during the year ended December 31, 2006.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

13. Long-Term Debt

Changes in long-term debt during the year are as follows:

	Balance December 31, 2005	Debt Issues	Debt Retired	Balance December 31, 2006	Amounts Due Within One Year
Primary Government					
Governmental Activities:					
General Obligation Bonds	\$ 13,180,000	\$ -	\$ 585,000	\$ 12,595,000	\$ 615,000
Equipment Loan Payable	-	696,581	-	696,581	130,016
Total Governmental Activities:	13,180,000	696,581	585,000	13,291,581	745,016
Business-Type Activities:					
Waterworks and Sewerage Revenue Bonds	66,005,000	6,290,000	8,380,000	63,915,000	2,655,000
Total Primary Government	\$ 79,185,000	\$ 6,986,581	\$ 8,965,000	\$ 77,206,581	\$ 3,400,016
	Balance June 30, 2005	Debt Issues	Debt Retired	Balance June 30, 2006	Amounts Due Within One Year
Component Units					
Taxable Debt Cetificates	\$ 268,400	\$ -	\$ 268,400	\$ -	\$ -
Note Payable	3,398	-	3,398	-	-
Total Component Units	\$ 271,798	\$ -	\$ 271,798	\$ -	\$ -
Total Reporting Entity	\$ 79,456,798	\$ 6,986,581	\$ 9,236,798	\$ 77,206,581	\$ 3,400,016

Annual debt service payments required to service outstanding bonds at December 31, 2006 are as follows:

Governmental Activities:

General Obligation Bonds:

Years Ending December 31,	Interest	Principal	Total
2007	\$ 508,794	\$ 615,000	\$ 1,123,794
2008	490,344	640,000	1,130,344
2009	471,144	665,000	1,136,144
2010	447,869	695,000	1,142,869
2011	423,544	725,000	1,148,544
2012-2016	1,682,393	4,125,000	5,807,393
2017-2021	734,556	5,130,000	5,864,556
	<u>\$ 4,758,644</u>	<u>\$ 12,595,000</u>	<u>\$ 17,353,644</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

13. Long-Term Debt

Governmental Activities:

Equipment Loan:

Years Ending December 31,	Interest	Principal	Total
2007	\$ 22,777	\$ 130,016	\$ 152,793
2008	18,333	134,460	152,793
2009	13,627	139,165	152,792
2010	8,813	143,980	152,793
2011	3,832	148,960	152,792
	<u>\$ 67,382</u>	<u>\$ 696,581</u>	<u>\$ 763,963</u>

Business-Type Activities:

Revenue Bonds:

Years Ending December 31,	Interest	Principal	Total
2007	\$ 2,957,705	\$ 2,655,000	\$ 5,612,705
2008	2,899,013	2,805,000	5,704,013
2009	2,687,380	4,420,000	7,107,380
2010	2,425,913	4,620,000	7,045,913
2011	2,234,195	2,470,000	4,704,195
2012-2016	7,591,525	27,060,000	34,651,525
2017-2021	1,747,150	18,045,000	19,792,150
2022	36,800	1,840,000	1,876,800
	<u>\$ 22,579,681</u>	<u>\$ 63,915,000</u>	<u>\$ 86,494,681</u>

General Obligation Bonds Payable

General obligation bonds outstanding at December 31, 2006 are summarized as follows:

	Series	Interest Rates	Dated	Principal
General Obligation Refunding Issue	2005	3.00-4.75%	5/1/2005	\$ 12,595,000
				<u>\$ 12,595,000</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

13. Long-Term Debt

2005 Series Bonds

The 2005 Series Bonds are General Obligation Refunding Bonds with an issue date of May 1, 2005 for \$12,855,000, issued to advance refund the majority of then outstanding 2002 Series Bonds. The 2005 Series Bonds are payable in varying amounts beginning December 15, 2005 until December 15, 2021. Interest is due semi-annually at rates ranging from 3.00 percent to 4.75 percent. Bonds due December 30, 2005-2014, inclusive, are non-callable. Bonds due December 30, 2015-2021, inclusive, are callable in whole or in part on any date on or after December 30, 2014, at a price of par and accrued interest. The 2005 bond issue has been paid from the Corporate Bond And Interest Fund through a transfer of Gaming Tax Revenue.

Equipment Loan

The City borrowed \$696,581 on September 6, 2006 to be used to purchase radio and communications equipment. The loan is payable in semi-annual installments of \$76,396 (which includes both principal and interest at 3.43 percent) beginning March 6, 2007 through September 6, 2011.

Revenue Bonds Payable

Revenue obligations outstanding at December 31, 2006 are summarized as follows:

	<u>Series</u>	<u>Interest Rates</u>	<u>Dated</u>	<u>Principal</u>
Revenue Bond	1989	6.75 - 9.75%	10/1/1989	\$ 7,950,000
Revenue Bond	2002A	3.00 - 5.00%	3/1/2002	14,675,000
Revenue Bond	2003	3.80 - 4.00%	12/1/2003	10,000,000
Revenue Bond	2004	5.00%	3/1/2004	25,000,000
Revenue Bond	2006	4.00%	12/1/2006	<u>6,290,000</u>
				<u>\$ 63,915,000</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

13. Long-Term Debt

1989 Series Bonds

The 1989 Series Bonds are Waterworks and Sewerage Fund Revenue Bonds issued October 1, 1989 for \$19,200,000 at 6.75 percent - 9.75 percent. These bonds were issued to fund in part, the construction of a new water supply system using the Kankakee River as a source. These bonds are payable in varying amounts from January 1, 1992 until January 1, 2010.

The City is required to hold in reserve \$1,901,011, which represents 10 percent of the original net proceeds received from the bond issue. This reserve is reflected as "Net Assets, Restricted for Bond Debt Service" in the financial statements.

The 1989 Series Bonds were originally sold to the Illinois Development Finance Authority (IDFA). A secondary sale of these bonds by IDFA during 1992 resulted in a \$433,076 gain to the City. The City irrevocably waived its right to optionally redeem the Bonds prior to their stated maturity in order to facilitate the secondary sale of the Bonds.

2002A Series Bonds

On March 1, 2002, the City issued \$23,800,000 Waterworks and Sewerage Revenue Bonds. The bond proceeds were used to finance the construction and improvement of the Westside Wastewater Treatment Plant. These revenue bonds are payable in varying amounts beginning January 1, 2003 until January 1, 2022. Bonds due January 1, 2003-2012, inclusive, are non-callable. Bonds due January 1, 2013-2022, inclusive, are callable in whole or in part on any date on or after January 1, 2012, at a price of par and accrued interest. The interest rates on the bonds range from 3.00 percent to 5.00 percent.

2003 Series Bonds

On December 1, 2003, the City issued \$10,000,000 Waterworks and Sewerage Revenue Bonds. The bond proceeds were used to finance the construction and improvement of water supply facilities, including the construction of hydrous manganese oxide radium removal facilities at ten locations throughout the existing water system. These revenue bonds are payable in varying amounts beginning January 1, 2017 until January 1, 2019. The bonds are callable in whole or in part on any date on or after January 1, 2013. The interest rates on the bonds range from 3.80 percent to 4.00 percent.

2004 Series Bonds

The City issued \$25,000,000 of water revenue bonds dated March 1, 2004 to be used to finance the construction and improvement of water supply facilities. The bonds are payable in varying annual installments from January 1, 2009 through January 1, 2016. The bonds are callable in whole or in part on any date on or after January 1, 2013. The interest rate on the bonds is 5.00 percent.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

13. Long-Term Debt

2006 Series Bonds

The City issued \$6,290,000 of Waterworks and Sewerage Revenue Refunding Bonds dated December 1, 2006 to be used to advance refund \$5,920,000 of outstanding 2002A Series Bonds. The bonds are payable in varying annual installments from January 1, 2008 through January 1, 2022. Bonds due January 1, 2008-2015, inclusive, are non-callable. Bonds due January 1, 2016-2022, inclusive, are callable in whole or in part on any date on or after January 1, 2015, at a price of par and accrued interest. The interest rate on the bonds is 4.00 percent.

Current Year Advance Refunding: The City used bond proceeds of \$6,290,000 from the issuance of the 2006 Series Refunding Bonds to advance refund \$5,920,000 of outstanding General Obligation Bond Series 2002A. The proceeds, net of the issuance costs, were used to purchase U.S. Government securities (\$6,149,488). Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the defeased portion of the above-mentioned bonds. As a result, that portion of the 2002A Series bonds are considered to be defeased and the liability for these bonds has been removed from the Proprietary Funds Statement Of Net Assets. The refunding of the bonds resulted in a decrease of total debt service for the City over the next sixteen years of \$307,733 and an economic gain (the difference between the present value of the new and old debt) of \$227.969.

Current And Prior-Year Defeasance Of Debt

In the current fiscal year and in prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trusts account assets and the liability for the defeased bonds are not included in the City's financial statements. At December 31, 2006, \$21,010,000 of bonds outstanding is considered defeased.

14. Conduit Debt Obligations

On December 13, 1999, the City issued Special Service Area No. 66 Unlimited Tax Bond, Series 1999 in the amount of \$9,250,000 to Raceway Associates L.L.C. to provide for improvements to infrastructure around the facility. These bonds are special limited liability obligations of the City payable solely and only from the levy of an Ad Valorem tax in Special Service Area No. 66 of which Raceway Associates L.L.C. is the sole taxpayer. The bonds do not constitute a debt or pledge of the faith and credit of the City, and accordingly have not been reported in the accompanying financial statements. At December 31, 2006, the Special Service Area No. 66 Unlimited Tax Bond, Series 1999 outstanding balance was \$6,050,000.

On June 1, 1997, the City issued Economic Development Revenue Bond (Route 66 Project), Series 1997 in the amount of \$4,000,000 to Route 66 Raceway to provide for improvements to infrastructure around the facility. These bonds are special limited liability obligations of the City, payable solely and only from the revenues and receipts derived from the Construction Agreement and Tax Deferred Obligation. The bonds do not constitute a debt or pledge of the faith and credit of the City, and accordingly have not been reported in the accompanying financial statements. At December 31, 2006, the Economic Development Revenue Bond (Route 66 Project), Series 1997 outstanding balance was \$2,710,662.

The total conduit debt outstanding at December 31, 2006 was \$8,760,662.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

15. Significant Waterworks And Sewage Fund Customers

Revenue from water and sewer service charges and annual usage in cubic feet from the ten largest users for the year ended December 31, 2006 are as follows:

	Annual Usage Cubic Feet	Revenues
Village Of Shorewood	47,573,300	\$ 995,100
Ineos Silicas Americans LLC	33,007,100	800,331
Village Of Rockdale	24,142,600	719,448
Ecolab, Inc.	23,212,600	660,895
Joliet Junior College	12,027,300	237,792
Silver Cross Hospital	8,120,400	229,593
Illinois Department Of Corrections	7,134,600	314,372
PLT LLC	6,548,000	576,023
Lockport Township Water Department	3,994,000	80,196
Will County	3,662,500	156,436
Total Ten Largest System Users	<u>169,422,400</u>	<u>\$ 4,770,186</u>
Total System Users	<u>603,653,791</u>	<u>\$ 25,382,191</u>
Ten Largest As A Percentage Of Total System Users	<u>28.07%</u>	<u>18.79%</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements
December 31, 2006

16. Explanation Of Differences Between The Governmental Funds Balance Sheet And The Statement Of Net Assets

	Total Governmental Funds	Long-Term Assets, Liabilities (1)	Reclassifications And Eliminations (2)	Statement Of Net Assets
ASSETS				
Cash	\$ 1,248,342	\$ -	\$ -	\$ 1,248,342
Investments	45,494,002	-	-	45,494,002
Receivables, Net	49,017,318	-	-	49,017,318
Inventory	1,478,661	-	-	1,478,661
Internal Receivables	16,703,183	-	(4,497,883)	12,205,300
Unamortized Bond Issue Costs	-	189,220	-	189,220
Net Pension Obligations-Asset	-	1,828,779	-	1,828,779
Capital Assets	-	364,859,695	-	364,859,695
Total Assets	<u>\$ 113,941,506</u>	<u>\$ 366,877,694</u>	<u>\$ (4,497,883)</u>	<u>\$ 476,321,317</u>
LIABILITIES				
Voucher Payable	\$ 3,264,855	\$ -	\$ -	\$ 3,264,855
Customer Deposits And Credits	4,200,895	-	-	4,200,895
Health Claims Payable	858,600	-	-	858,600
Deferred Revenues-Taxes	28,841,492	-	-	28,841,492
Deferred Revenues-Other	6,473,263	(4,183,925)	-	2,289,338
Internal Payables	4,497,883	-	(4,497,883)	-
Due To Component Units	208,611	-	-	208,611
Commercial Loans	1,478,661	-	-	1,478,661
Other	14,008	-	-	14,008
Long-Term Liabilities				
Due Within One Year	-	7,481,443	-	7,481,443
Due After One Year	-	35,524,271	-	35,524,271
Total Liabilities	<u>49,838,268</u>	<u>38,821,789</u>	<u>(4,497,883)</u>	<u>84,162,174</u>
FUND BALANCES/NET ASSETS				
Total Fund Balance/ Net Assets	<u>64,103,238</u>	<u>328,055,905</u>	<u>-</u>	<u>392,159,143</u>
Total Liabilities And Fund Balance / Net Assets	<u>\$ 113,941,506</u>	<u>\$ 366,877,694</u>	<u>\$ (4,497,883)</u>	<u>\$ 476,321,317</u>

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements
December 31, 2006

16. Explanation Of Differences Between The Governmental Funds Balance Sheet And The Statement Of Net Assets

- (1) When capital assets (land, buildings, and equipment) that are to be used in governmental activities are purchased or constructed, the costs of those assets are reported as expenditures in governmental funds. However, the statement of net assets includes those capital assets among the assets of the City as a whole.

Costs Of Capital Assets	\$ 477,835,738
Less Accumulated Depreciation	<u>112,976,043</u>
	<u>\$ 364,859,695</u>

Amounts determined as the net pension obligation (assets) to fund the Police and Firefighters' Pension Funds are not current assets and are not included in the fund balances of the governmental funds. These assets are reported in the statement of net assets.

Net Pension Obligation - Asset	<u>\$ 1,828,779</u>
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The bond issuance costs of the 2005 general obligation refunding bonds have been recorded as expenditure for governmental fund reporting but they have been capitalized and amortized for the statement of net assets.

Unamortized Bond Issuance Cost	<u>\$ 189,220</u>
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Workers' Comp Claims.

Because the focus of governmental funds is on short-term financing, some assets will not be available to pay for current-period expenditures. Those assets (for example, receivables) are offset by deferred revenues in the governmental funds and thus are not included in fund balance.

Deferred Revenue - Other	<u>\$ 4,183,925</u>
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Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and accordingly, are not reported as fund liabilities. All liabilities (both current and long-term) are reported in the statement of net assets.

General Obligation Bonds, Loans, Claims Liabilities, Other Postemployment Benefits, and Compensated Absences:

Due Within One Year	\$ 7,481,443
Due After One Year	<u>35,524,271</u>

Total Long-term Liabilities	<u>\$ 43,005,714</u>
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- (2) Internal payables have been netted against internal receivables and displayed in the asset section of the statement of net assets. This net amount will be entirely offset by a reciprocal balance in the business-type activities resulting in a complete elimination of internal balances in the primary government total column.

CITY OF JOLIET, ILLINOIS

Notes To Basic Financial Statements December 31, 2006

17. Prior Period Adjustments

The City reclassified beginning of the year workers' compensation claims as long-term liabilities. The City increased the fund balance of the General Fund by \$4,170,718, the amount that was reported as claims payable in the General Fund at January 1, 2006. The reclassification had no effect on total net assets of the City.

Library – Component Unit:

In the prior year, prepaid items were not recognized. As a result, beginning of the year net assets were increased by \$61,980.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF JOLIET, ILLINOIS

Required Supplementary Information
December 31, 2006

Illinois Municipal Retirement Fund
(Unaudited)

Schedule Of Funding Progress

Actuarial Valuation Date	Actuarial Value Of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As A Percentage Of Covered Payroll ((b-a)/c)
12/31/06	\$ 66,931,132	\$ 92,217,351	\$ 25,286,219	72.58%	\$ 30,662,317	82.47%
12/31/05	71,349,648	90,557,455	19,207,807	78.79%	28,463,386	67.48%
12/31/04	66,159,323	81,804,581	15,645,258	80.87%	26,054,826	60.05%
12/31/03	66,578,108	78,564,141	11,986,033	84.74%	24,626,937	48.67%
12/31/02	65,966,567	73,429,630	7,463,063	89.84%	23,141,522	32.25%
12/31/01	63,997,788	64,591,276	593,488	99.08%	21,522,830	2.76%
12/31/00	58,503,835	58,464,360	(39,475)	100.07%	20,217,680	-0.20%
12/31/99	49,773,137	51,284,527	1,511,390	97.05%	18,708,544	8.08%
12/31/98	41,822,678	46,074,112	4,251,434	90.77%	17,551,019	24.22%
12/31/97	34,324,151	39,755,963	5,431,812	86.34%	16,195,297	33.54%

On a market value basis, the actuarial value of assets as of December 31, 2006 is \$72,775,513. On a market basis, the funded ratio would be 78.91 percent.

Digest Of Changes

The actuarial assumptions used to determine the actuarial accrued liability for 2006 are based on the 2002-2004 Experience Study.

The principal changes were:

- The 1994 Group Annuity Mortality implemented.
- For regular members, fewer normal and more early retirements are expected to occur.

CITY OF JOLIET, ILLINOIS

Required Supplementary Information
December 31, 2006

Retiree Healthcare And Life Insurance Benefit Programs
(Unaudited)

Schedule Of Funding Progress

Actuarial Valuation Date	Actuarial Value Of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As A Percentage Of Covered Payroll ((b-a)/c)
1/1/2006	\$ -	\$ 186,484,428	\$186,484,428	0.00%	\$ 59,004,055	316.05%

The City adopted the provisions of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, in 2006. This Schedule provides information for as many years as is available.

The City funds the benefits on a pay-as-you-go basis, therefore, there are no plan assets at year-end.

CITY OF JOLIET, ILLINOIS

Required Supplementary Information
December 31, 2006

Police And Firefighters' Pension Plans

Schedules Of Funding Progress

Actuarial Valuation Date	Actuarial Value Of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As A Percentage Of Covered Payroll ((b-a)/c)
POLICE PENSION PLAN:						
1/1/2005	\$ 82,605,121	\$ 141,764,187	\$ 59,159,066	58.3%	\$ 18,832,734	314.13%
1/1/2004	77,971,655	125,824,687	47,853,032	62.0%	17,894,736	267.41%
1/1/2003	73,027,542	114,090,354	41,062,812	64.0%	16,455,079	249.54%
1/1/2002	69,055,310	101,110,706	32,055,396	68.3%	15,139,851	211.73%
1/1/2001	64,357,889	95,352,319	30,994,430	67.5%	14,250,308	217.50%
1/1/2000	59,526,218	86,490,435	26,964,217	68.8%	13,064,106	206.40%
1/1/1999	55,470,774	75,462,790	19,992,016	73.5%	11,950,196	167.29%
1/1/1998	50,251,127	68,031,289	17,780,162	73.9%	11,402,102	155.94%
FIREFIGHTERS' PENSION PLAN:						
1/1/2005	\$ 54,250,492	\$ 103,060,972	\$ 48,810,480	52.64%	\$ 13,582,893	359.35%
1/1/2004	52,632,503	87,093,270	34,460,767	60.43%	12,528,482	275.06%
1/1/2003	52,346,958	81,785,148	29,438,190	64.01%	11,889,353	247.60%
1/1/2002	52,051,036	73,920,220	21,869,184	70.42%	11,200,576	195.25%
1/1/2001	50,786,052	71,835,215	21,049,163	70.70%	11,089,742	189.81%
1/1/2000	47,979,994	68,593,241	20,613,247	69.95%	10,086,281	204.37%
1/1/1999	44,529,555	60,702,119	16,172,564	73.36%	8,578,548	188.52%
1/1/1998	42,310,347	55,836,421	13,526,074	75.78%	7,817,607	173.02%

* The information is based on the actuarial value of plan assets per the Gabriel, Roeder, Smith & Company's most recently available actuarial valuation report. The asset value includes receivables for contributions not yet received but attributable to prior plan years.

** This amount is based on the Entry Age Normal Method. The Entry Age Normal is used to determine the required contribution.

CITY OF JOLIET, ILLINOIS

Required Supplementary Information
December 31, 2006

Schedules Of Employer Contributions

Year Ended December 31,	Police Pension Plan		Firefighter's Pension Plan	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2005	\$ 4,699,264	TBD	\$ 4,221,276	TBD
2004	3,950,970	81.62%	3,417,986	85.11%
2003	3,416,752	91.76%	3,026,390	91.15%
2002	2,834,145	99.47%	2,549,186	94.45%
2001	2,728,818	84.25%	2,393,275	79.00%
2000	2,440,672	84.09%	2,080,480	80.24%
1999	2,046,548	87.68%	1,710,170	93.13%

TBD – To be determined. As stated in the actuary's report the required contribution are for the following tax levy year. Therefore; the year ending December 31, 2005 required contributions are for the 2006 tax levy and will be collected during the fiscal year ending December 31, 2007.

CITY OF JOLIET, ILLINOIS

Required Supplementary Information General Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Local Taxes:				
Property Taxes	\$ 2,872,507	\$ 2,872,507	\$ 2,890,521	\$ -
Home Rule Sales Tax	121,119	121,119	724,136	-
Utility Tax	6,713,790	6,713,790	6,365,217	-
Real Estate Transfer Tax	3,472,750	3,472,750	3,748,150	-
Title And Registration Tax	144,144	144,144	156,174	-
Amusement Tax	200,000	200,000	118,778	-
Hotel Motel Tax	1,537,187	1,537,187	1,770,860	-
Food And Beverage Tax	2,000	2,000	655	-
Payments In Lieu Of Taxes	60,000	60,000	67,761	-
State Shared Revenues:				
Income Taxes	837,767	837,767	2,506,672	-
Replacement Tax	378,755	378,755	-	-
Sales And Use Taxes	223,431	223,431	546,789	-
Gaming Tax	31,888,000	31,888,000	34,864,387	-
Para Mutual Tax	184,656	184,656	210,216	-
Automobile Rental Tax	27,567	27,567	29,041	-
Federal Grants	528,172	528,172	531,057	-
Charges For Services	93,500	93,500	257,531	-
Licenses	426,530	426,530	407,402	-
Permits	3,708,513	3,708,513	3,338,714	-
Rentals	551,700	551,700	534,782	-
Franchise Fees	1,128,554	1,128,554	1,216,259	-
Municipal Waste Fees	5,625,969	5,625,969	5,456,009	-
Inspection Fees	455,000	455,000	597,444	-
Other Fees	2,958,515	2,958,515	3,123,228	-
Fines	1,141,000	1,141,000	1,170,074	-
Interest Earnings	294,100	294,100	1,833,384	-
Special Assessments	-	-	16,090	-
Miscellaneous	471,096	471,096	588,708	-
Total Revenue	<u>66,046,322</u>	<u>66,046,322</u>	<u>73,070,039</u>	<u>-</u>

<u>Plus</u> <u>Ending</u> <u>Encumbrances</u>	<u>Actual Amounts</u> <u>Budgetary</u> <u>Basis</u>	<u>Variance With</u> <u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
\$ -	\$ 2,890,521	\$ 18,014
-	724,136	603,017
-	6,365,217	(348,573)
-	3,748,150	275,400
-	156,174	12,030
-	118,778	(81,222)
-	1,770,860	233,673
-	655	(1,345)
-	67,761	7,761
-	2,506,672	1,668,905
-	-	(378,755)
-	546,789	323,358
-	34,864,387	2,976,387
-	210,216	25,560
-	29,041	1,474
-	531,057	2,885
-	257,531	164,031
-	407,402	(19,128)
-	3,338,714	(369,799)
-	534,782	(16,918)
-	1,216,259	87,705
-	5,456,009	(169,960)
-	597,444	142,444
-	3,123,228	164,713
-	1,170,074	29,074
-	1,833,384	1,539,284
-	16,090	16,090
-	588,708	117,612
-	73,070,039	7,023,717

(Continued)

CITY OF JOLIET, ILLINOIS

Required Supplementary Information General Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Expenditures				
Personnel Services	\$ 8,778,327	\$ 8,767,689	\$ 8,791,367	\$ -
Personnel Services - Benefits	16,544,713	16,511,706	16,994,374	-
Professional Services	9,647,726	9,871,425	9,766,301	(101,049)
Property Services	360,182	361,048	260,669	(6,079)
Other Services	1,735,228	1,452,351	1,312,539	(39,915)
Supplies	203,621	209,218	202,869	(823)
Property And Projects	37,259,091	50,936,180	10,108,428	(2,719,527)
Other	4,710,000	4,469,132	608,872	(134,134)
 Total Expenditures	 <u>79,238,888</u>	 <u>92,578,749</u>	 <u>48,045,419</u>	 <u>(3,001,527)</u>
 Revenue Over (Under) Expenditures	 (13,192,566)	 (26,532,427)	 25,024,620	 3,001,527
 Other Financing Sources (Uses)				
Issuance of Loans	-	-	696,581	-
Transfers In	3,857,513	3,857,513	598,688	-
Transfers Out	(6,743,730)	(6,743,730)	(14,997,242)	-
 Net Change In Fund Balance	 <u>(\$ 16,078,783)</u>	 <u>(\$ 29,418,644)</u>	 11,322,647	 3,001,527
 Fund Balance, Beginning Of Year			 <u>38,901,210</u>	 <u>(3,001,527)</u>
 Fund Balance, End Of Year			 <u>\$ 50,223,857</u>	 <u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 8,791,367	(\$ 23,678)
-	16,994,374	(482,668)
72,642	9,737,894	133,531
4,250	258,840	102,208
73,033	1,345,657	106,694
1,621	203,667	5,551
1,485,683	8,874,584	42,061,596
<u>88,239</u>	<u>562,977</u>	<u>3,906,155</u>
<u>1,725,468</u>	<u>46,769,360</u>	<u>45,809,389</u>
(1,725,468)	26,300,679	52,833,106
-	696,581	696,581
-	598,688	(3,258,825)
<u>-</u>	<u>(14,997,242)</u>	<u>(8,253,512)</u>
(1,725,468)	12,598,706	<u>\$ 42,017,350</u>
<u>-</u>	<u>35,899,683</u>	
<u>(\$ 1,725,468)</u>	<u>\$ 48,498,389</u>	

CITY OF JOLIET, ILLINOIS

Required Supplementary Information

Police Protection Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Revenue				
Property Taxes	\$ 4,796,062	\$ 4,796,062	\$ 4,806,442	\$ -
Sales And Use Taxes	6,777,156	6,777,156	6,792,257	-
Home Rule Sales Tax	8,098,540	8,098,540	7,068,678	-
Replacement Tax	1,016,097	1,016,097	1,165,099	-
Income Tax	3,969,627	3,969,627	3,564,453	-
Food And Beverage Service Tax	1,172,896	1,172,896	1,224,571	-
Federal Grants	16,000	16,000	423,408	-
State Grants	829,124	829,124	902,882	-
Charges For Services	360,250	360,250	1,798,653	-
Fines	9,000	9,000	6,726	-
Interest Earnings	29,600	29,600	53,318	-
Rentals	24,600	24,600	24,600	-
Other	16,500	16,500	140,002	-
Total Revenue	<u>27,115,452</u>	<u>27,115,452</u>	<u>27,971,089</u>	<u>-</u>
Expenditures				
Public Safety				
Personnel Services	28,904,262	30,710,278	30,765,711	-
Personnel Benefits	33,000	45,213	46,667	-
Professional Services	293,360	500,340	489,230 (	44,234)
Property Services	742,999	748,506	786,019 (	11,787)
Other Services	169,650	171,172	164,848 (	200)
Supplies	173,200	108,438	84,429 (	38,980)
Property And Projects	1,162,645	1,332,083	1,273,964 (	75,868)
Other	3,300	1,500	1,391	-
Total Expenditures	<u>31,482,416</u>	<u>33,617,530</u>	<u>33,612,259 (</u>	<u>171,069)</u>
Revenue Over (Under) Expenditures	(4,366,964)	(6,502,078)	(5,641,170)	171,069
Other Financing Sources				
Transfers In	<u>3,859,371</u>	<u>3,859,371</u>	<u>3,859,371</u>	<u>-</u>
Net Change In Fund Balance	<u>(\$ 507,593)</u>	<u>(\$ 2,642,707)</u>	<u>(1,781,799)</u>	<u>171,069</u>
Fund Balance, Beginning Of Year			<u>4,247,449</u>	<u>(171,069)</u>
Fund Balance, End Of Year			<u>\$ 2,465,650</u>	<u>\$ -</u>

Plus Ending Encumbrances	Actual Amounts Budgetary Basis	Variance With Final Budget Positive (Negative)
\$ -	\$ 4,806,442	\$ 10,380
-	6,792,257	15,101
-	7,068,678 (	1,029,862)
-	1,165,099	149,002
-	3,564,453 (	405,174)
-	1,224,571	51,675
-	423,408	407,408
-	902,882	73,758
-	1,798,653	1,438,403
-	6,726 (	2,274)
-	53,318	23,718
-	24,600	-
-	140,002	123,502
-	27,971,089	855,637

-	30,765,711 (	55,433)
-	46,667 (	1,454)
730	445,726	54,614
10,016	784,248 (	35,742)
-	164,648	6,524
2,927	48,376	60,062
73,649	1,271,745	60,338
-	1,391	109
87,322	33,528,512	89,018

(87,322) (5,557,423) 944,655

-	3,859,371	-
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(87,322) (1,698,052) \$ 944,655

-	4,076,380	
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(\$ 87,322) \$ 2,378,328

CITY OF JOLIET, ILLINOIS

Required Supplementary Information

Fire Protection Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Revenue				
Property Taxes	\$ 1,609,713	\$ 1,609,713	\$ 1,611,058	\$ -
Sales And Use Taxes	3,744,630	3,744,630	3,473,024	-
Home Rule Sales Tax	6,000,000	6,000,000	7,197,297	-
Replacement Tax	1,016,097	1,016,097	1,165,097	-
Income Tax	2,139,120	2,139,120	2,324,661	-
Food And Beverage Service Tax	1,172,896	1,172,896	1,169,679	-
Foreign Fire Tax	-	-	83,815	-
Federal Grants	-	-	37,747	-
Ambulance Fees	1,621,000	1,621,000	1,616,300	-
Paramedic Fees	-	-	709,833	-
Fire Alarms	15,480	15,480	14,610	-
Interest Earnings	600	600	1,861	-
Other Fees	5,100	5,100	4,179	-
Other	900	900	50,773	-
Total Revenue	<u>17,325,536</u>	<u>17,325,536</u>	<u>19,459,934</u>	<u>-</u>
Expenditures				
Public Safety				
Personnel Services	19,248,487	19,149,230	19,794,784	-
Personnel Benefits	12,000	11,000	21,024	-
Professional Services	298,765	255,869	229,486 (	5,790)
Property Services	249,300	256,501	273,572 (	10,901)
Other Services	114,973	94,515	86,079 (	2,680)
Supplies	140,030	141,461	119,497 (	5,080)
Property And Projects	298,500	300,157	604,144 (	11,887)
Total Expenditures	<u>20,362,055</u>	<u>20,208,733</u>	<u>21,128,586 (</u>	<u>36,338)</u>
Revenue Over (Under) Expenditures	(3,036,519)	(2,883,197)	(1,668,652)	36,338
Other Financing Sources				
Transfers In	2,944,359	2,944,359	2,944,359	-
Net Change In Fund Balance	(\$ 92,160)	\$ 61,162	1,275,707	36,338
Fund Balance, Beginning Of Year			1,530,974 (	36,338)
Fund Balance, End Of Year			<u>\$ 2,806,681</u>	<u>\$ -</u>

Plus Ending Encumbrances	Actual Amounts Budgetary Basis	Variance With Final Budget Positive (Negative)
\$ -	\$ 1,611,058	\$ 1,345
-	3,473,024	(271,606)
-	7,197,297	1,197,297
-	1,165,097	149,000
-	2,324,661	185,541
-	1,169,679	(3,217)
-	83,815	83,815
-	37,747	37,747
-	1,616,300	(4,700)
-	709,833	709,833
-	14,610	(870)
-	1,861	1,261
-	4,179	(921)
-	50,773	49,873
-	19,459,934	2,134,398
-	19,794,784	(645,554)
-	21,024	(10,024)
2,455	226,151	29,718
11,880	274,551	(18,050)
2,978	86,377	8,138
3,789	118,206	23,255
42,783	635,040	(334,883)
63,885	21,156,133	(947,400)
(63,885)	(1,696,199)	1,186,998
-	2,944,359	-
(63,885)	1,248,160	\$ 1,186,998
-	1,494,636	
(\$ 63,885)	\$ 2,742,796	

CITY OF JOLIET, ILLINOIS

Notes To Required Supplementary Information December 31, 2006

Police And Firefighters' Pension Plans

The information presented in the required supplementary schedules for the Police and Firefighters' Pension Plans was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuations follows:

	<u>Police Pension Plan</u>	<u>Firefighters' Pension Plan</u>
Actuarial Valuation Date	January 1, 2005	January 1, 2005
Actuarial Cost Method	Entry Age	Entry Age
Amortization Method	Level Percentage Of Pay, Closed	Level Percentage Of Pay, Closed
Remaining Amortization Period	28 ½ Years	28 ½ Years
Asset Valuation Method	Market	Market
Actuarial Assumptions:		
Investment Rate Of Return	7.75 percent	7.75 percent
Projected Salary Increases	5.50 percent	5.50 percent
Inflation Rate	3.00 percent	3.00 percent

Budgetary Basis Of Accounting

The City prepares the budget for the general fund and for each special revenue fund on the modified accrual basis of accounting except that encumbrances that do not lapse at the end of the year are included. Adjustments for these encumbrances are presented in the budgetary comparison schedules in order to reconcile the budgetary basis of accounting to the GAAP basis of accounting.

OTHER SUPPLEMENTARY INFORMATION

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Mayor And City Council Department				
Mayor And City Council				
Personnel Services	\$ 299,006	\$ 266,947	\$ 266,321	\$ -
Professional Services	600	650	275	-
Property Services	1,200	1,200	600	-
Other Services	19,050	13,640	14,524	-
Supplies	3,800	3,189	3,226	-
Property And Projects	167,000	304,712	267,065	-
Other	10,000	10,000	8,622	-
Total	<u>500,656</u>	<u>600,338</u>	<u>560,633</u>	<u>-</u>
Liquor Commission				
Personnel Services	72,267	56,415	51,451	-
Professional Services	1,250	1,180	1,050	-
Other Services	5,465	4,850	3,432	(98)
Supplies	200	200	120	-
Total	<u>79,182</u>	<u>62,645</u>	<u>56,053</u>	<u>(98)</u>
City Clerk				
Personnel Services	210,167	197,820	197,321	-
Personnel Benefits	200	200	125	-
Professional Services	360	360	556	-
Property Services	9,250	9,300	4,669	-
Other Services	8,645	8,955	7,921	(50)
Supplies	2,460	2,999	2,483	(252)
Property And Projects	1,200	1,200	769	-
Total	<u>232,282</u>	<u>220,834</u>	<u>213,844</u>	<u>(302)</u>
Total Mayor And City Council Department	<u>812,120</u>	<u>883,817</u>	<u>830,530</u>	<u>(400)</u>
City Manager Department				
Administration				
Personnel Services	266,787	266,202	266,126	-
Professional Services	1,800	1,784	2,184	-
Property Services	1,600	1,600	800	-
Other Services	3,150	3,084	2,761	-
Supplies	1,900	1,948	1,208	-
Property And Projects	1,000	1,000	665	-
Total	<u>276,237</u>	<u>275,618</u>	<u>273,744</u>	<u>-</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 266,321	\$ 626
-	275	375
-	600	600
-	14,524	(884)
109	3,335	(146)
28,440	295,505	9,207
-	8,622	1,378
<u>28,549</u>	<u>589,182</u>	<u>11,156</u>
-	51,451	4,964
-	1,050	130
161	3,495	1,355
-	120	80
<u>161</u>	<u>56,116</u>	<u>6,529</u>
-	197,321	499
-	125	75
-	556	(196)
-	4,669	4,631
100	7,971	984
-	2,231	768
35	804	396
<u>135</u>	<u>213,677</u>	<u>7,157</u>
<u>28,845</u>	<u>858,975</u>	<u>24,842</u>
-	266,126	76
-	2,184	(400)
-	800	800
-	2,761	323
-	1,208	740
1,098	1,763	(763)
<u>1,098</u>	<u>274,842</u>	<u>776</u>
(Continued)		

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
City Manager Department				
Deputy City Manager				
Personnel Services	\$ 320,586	\$ 325,349	\$ 329,335	\$ -
Personnel Benefits	300	300	-	-
Professional Services	1,300	1,405	1,252	-
Property Services	32,000	32,150	26,500	-
Other Services	33,954	17,035	9,399	(30,940)
Supplies	2,450	1,544	1,107	-
Property And Projects	500	500	250	-
Total	<u>391,090</u>	<u>378,283</u>	<u>367,843</u>	<u>(30,940)</u>
Visitor Services				
Personnel Services	156,918	156,123	155,905	-
Personnel Benefits	940	940	750	-
Professional Services	101,683	101,683	100,803	-
Property Services	10,650	12,785	6,830	-
Other Services	118,929	120,498	109,475	-
Supplies	33,750	34,592	31,972	-
Property And Projects	8,800	13,800	13,911	-
Total	<u>431,670</u>	<u>440,421</u>	<u>419,646</u>	<u>-</u>
Total City Manager	<u>1,098,997</u>	<u>1,094,322</u>	<u>1,061,233</u>	<u>(30,940)</u>
Department Of Management And Budget				
Management And Budget Administration				
Personnel Services	192,751	183,763	183,061	-
Personnel Benefits	1,500	500	-	-
Professional Services	1,600	1,600	1,021	-
Property Services	3,800	5,844	3,038	-
Other Services	6,948	3,470	1,774	-
Supplies	3,100	3,500	2,707	(40)
Property And Projects	2,000	1,000	711	-
Total	<u>211,699</u>	<u>199,677</u>	<u>192,312</u>	<u>(40)</u>
Finance Division				
Finance Administration				
Personnel Services	194,757	195,410	195,410	-
Personnel Benefits	200	200	-	-
Professional Services	1,055	1,353	1,377	-
Other Services	2,277	492	383	-
Supplies	610	655	523	-
Property And Projects	1,200	500	318	-
Total	<u>200,099</u>	<u>198,610</u>	<u>198,011</u>	<u>-</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 329,335	(\$ 3,986)
-	-	300
-	1,252	153
150	26,650	5,500
23,600	2,059	14,976
110	1,217	327
-	250	250
<u>23,860</u>	<u>360,763</u>	<u>17,520</u>
-	155,905	218
-	750	190
598	101,401	282
390	7,220	5,565
2,431	111,906	8,592
-	31,972	2,620
<u>15,100</u>	<u>29,011</u>	<u>(15,211)</u>
<u>18,519</u>	<u>438,165</u>	<u>2,256</u>
<u>43,477</u>	<u>1,073,770</u>	<u>20,552</u>
-	183,061	702
-	-	500
-	1,021	579
-	3,038	2,806
-	1,774	1,696
-	2,667	833
<u>214</u>	<u>925</u>	<u>75</u>
<u>214</u>	<u>192,486</u>	<u>7,191</u>
-	195,410	-
-	-	200
-	1,377	(24)
-	383	109
-	523	132
-	318	182
<u>-</u>	<u>198,011</u>	<u>599</u>
(Continued)		

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Department Of Management And Budget				
Finance Division				
Accounting				
Personnel Services	\$ 268,245	\$ 263,432	\$ 265,094	\$ -
Personnel Benefits	600	750	453	-
Professional Services	640	857	856	-
Property Services	2,600	2,600	1,300	-
Other Services	5,210	4,610	2,339	-
Supplies	600	445	282	-
Property And Projects	4,500	4,000	3,516	-
Total	<u>282,395</u>	<u>276,694</u>	<u>273,840</u>	<u>-</u>
Collections				
Personnel Services	437,340	408,286	409,413	-
Personnel Benefits	200	200	200	-
Professional Services	5,000	10,902	16,134	-
Property Services	14,000	14,000	7,000	-
Other Services	3,481	3,374	2,737	-
Supplies	4,750	5,017	5,660	(17)
Property And Projects	5,525	12,140	8,236	-
Total	<u>470,296</u>	<u>453,919</u>	<u>449,380</u>	<u>(17)</u>
Purchasing				
Personnel Services	184,519	187,787	188,131	-
Personnel Benefits	3,315	500	425	-
Professional Services	395	395	395	-
Property Services	31,248	32,577	25,014	(551)
Other Services	2,268	880	708	-
Supplies	1,200	1,300	1,258	-
Property And Projects	3,600	3,600	68	-
Total	<u>226,545</u>	<u>227,039</u>	<u>215,999</u>	<u>(551)</u>
Total Finance Division	<u>1,179,335</u>	<u>1,156,262</u>	<u>1,137,230</u>	<u>(568)</u>
Data Processing				
Personnel Services	313,616	313,217	312,906	-
Personnel Benefits	750	500	-	-
Professional Services	66,732	50,050	47,448	(473)
Property Services	26,076	20,000	14,827	-
Other Services	192,884	142,712	166,257	(4,062)
Supplies	2,475	7,305	7,118	-
Property And Projects	24,250	20,000	14,693	-
Total	<u>626,783</u>	<u>553,784</u>	<u>563,249</u>	<u>(4,535)</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 265,094	(\$ 1,662)
-	453	297
-	856	1
-	1,300	1,300
-	2,339	2,271
-	282	163
-	3,516	484
-	273,840	2,854
-	409,413	(1,127)
-	200	-
-	16,134	(5,232)
-	7,000	7,000
-	2,737	637
-	5,643	(626)
-	8,236	3,904
-	449,363	4,556
-	188,131	(344)
-	425	75
-	395	-
108	24,571	8,006
-	708	172
-	1,258	42
-	68	3,532
108	215,556	11,483
108	1,136,770	19,492
-	312,906	311
-	-	500
-	46,975	3,075
-	14,827	5,173
1,103	163,298	(20,586)
-	7,118	187
2,993	17,686	2,314
4,096	562,810	(9,026)

(Continued)

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Department Of Management And Budget				
Business License				
Personnel Services	\$ 229,009	\$ 231,415	\$ 231,179	\$ -
Professional Services	225	267	267	-
Property Services	5,900	5,900	2,950	-
Other Services	10,538	9,188	4,779	-
Supplies	2,000	3,000	2,290	-
Property And Projects	-	3,000	2,519	-
Total	<u>247,672</u>	<u>252,770</u>	<u>243,984</u>	<u>-</u>
Special Accounts				
Personnel Services	1,300,000	1,375,482	1,428,456	-
Personnel Services - Benefits	16,524,408	16,502,416	16,989,706	-
Professional Services	282,465	300,311	321,910	(15,200)
Other Services	1,211,442	1,007,093	876,896	-
Property And Projects	19,061,752	22,221,689	4,238,234	(2,502,363)
Other	1,200,000	944,132	599,938	(119,134)
Total	<u>39,580,067</u>	<u>42,351,123</u>	<u>24,455,140</u>	<u>(2,636,697)</u>
Gang Task Force				
Professional Services	88,000	88,000	86,500	-
Property And Projects	13,000	-	-	-
Total	<u>101,000</u>	<u>88,000</u>	<u>86,500</u>	<u>-</u>
Total Department Of Management And Budget	<u>41,946,556</u>	<u>44,601,616</u>	<u>26,678,415</u>	<u>(2,641,840)</u>
Department Of Public Service				
Community And Economic Development Administration				
Personnel Services	231,676	229,142	229,424	-
Personnel Services - Benefits	500	-	-	-
Professional Services	21,650	21,800	20,051	(133)
Property Services	4,600	4,600	2,300	-
Other Services	3,335	1,287	954	-
Supplies	1,300	1,500	1,218	-
Property And Projects	2,000	1,994	1,994	-
Total	<u>265,061</u>	<u>260,323</u>	<u>255,941</u>	<u>(133)</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 231,179	\$ 236
-	267	-
-	2,950	2,950
-	4,779	4,409
-	2,290	710
150	2,669	331
<u>150</u>	<u>244,134</u>	<u>8,636</u>

-	1,428,456 (	52,974)
-	16,989,706 (	487,290)
43,876	350,586 (	50,275)
-	876,896	130,197
612,237	2,348,108	19,873,581
88,239	569,043	375,089
<u>744,352</u>	<u>22,562,795</u>	<u>19,788,328</u>

-	86,500	1,500
-	-	-
<u>-</u>	<u>86,500</u>	<u>1,500</u>

<u>748,920</u>	<u>24,785,495</u>	<u>19,816,121</u>
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-	229,424 (282)
-	-	-
-	19,918	1,882
-	2,300	2,300
-	954	333
-	1,218	282
-	1,994	-
<u>-</u>	<u>255,808</u>	<u>4,515</u>

(Continued)

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Department Of Public Service				
Planning And Economic Development				
Personnel Services	\$ 744,611	\$ 732,139	\$ 740,096	\$ -
Personnel Services - Benefits	6,000	1,000	1,136	-
Professional Services	418,300	464,658	361,807	(45,379)
Property Services	8,470	8,822	4,408	-
Other Services	41,014	50,071	54,021	(4,335)
Supplies	16,625	15,101	9,635	(360)
Property And Projects	2,000	2,000	1,987	-
Total	<u>1,237,020</u>	<u>1,273,791</u>	<u>1,173,090</u>	<u>(50,074)</u>
Neighborhood Services				
Personnel Services	422,660	435,915	372,649	-
Professional Services	40,000	46,117	44,424	(2,332)
Property Services	550	550	275	-
Other Services	500	250	-	-
Supplies	1,000	1,000	1,047	-
Property And Projects	464,172	464,172	259,000	-
Total	<u>928,882</u>	<u>948,004</u>	<u>677,395</u>	<u>(2,332)</u>
Inspectional Services				
Personnel Services	829,971	834,937	834,031	-
Personnel Benefits	1,500	900	784	-
Professional Services	2,908	1,708	1,937	-
Property Services	1,750	1,750	875	-
Other Services	8,890	8,899	7,839	-
Supplies	3,600	3,484	3,497	-
Property And Projects	5,300	5,300	-	-
Total	<u>853,919</u>	<u>856,978</u>	<u>848,963</u>	<u>-</u>
Total Department Of Public Service	<u>3,284,882</u>	<u>3,339,096</u>	<u>2,955,389</u>	<u>(52,539)</u>
Human Resources Department				
Administration				
Personnel Services	222,327	196,667	197,396	-
Personnel Benefits	1,000	500	-	-
Professional Services	46,240	39,000	45,088	(3,409)
Property Services	3,700	3,970	2,047	-
Other Services	3,900	3,600	2,322	-
Supplies	1,400	1,400	1,220	-
Property And Projects	3,000	3,000	2,465	-
Total	<u>281,567</u>	<u>248,137</u>	<u>250,538</u>	<u>(3,409)</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 740,096	(\$ 7,957)
-	1,136	(136)
72,044	388,472	76,186
-	4,408	4,414
1,197	50,883	(812)
19	9,294	5,807
-	1,987	13
<u>73,260</u>	<u>1,196,276</u>	<u>77,515</u>
-	372,649	63,266
-	42,092	4,025
-	275	275
-	-	250
-	1,047	(47)
-	<u>259,000</u>	<u>205,172</u>
<u>-</u>	<u>675,063</u>	<u>272,941</u>
-	834,031	906
-	784	116
-	1,937	(229)
-	875	875
-	7,839	1,060
-	3,497	(13)
-	-	5,300
<u>-</u>	<u>848,963</u>	<u>8,015</u>
<u>73,260</u>	<u>2,976,110</u>	<u>362,986</u>
-	197,396	(729)
-	-	500
-	41,679	(2,679)
28	2,075	1,895
-	2,322	1,278
187	1,407	(7)
-	2,465	535
<u>215</u>	<u>247,344</u>	<u>793</u>
(Continued)		

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Human Resources Department				
Board Of Fire And Police				
Personnel Services	\$ 29,002	\$ 39,272	\$ 39,864	\$ -
Professional Services	383,340	260,000	263,740	-
Property Services	5,188	5,188	2,594	-
Other Services	16,923	13,533	12,770	(85)
Supplies	300	300	270	-
Property And Projects	500	500	388	-
Total	<u>435,253</u>	<u>318,793</u>	<u>319,626</u>	<u>(85)</u>
Personnel				
Personnel Services	177,288	184,202	184,403	-
Personnel Benefits	300	-	-	-
Professional Services	1,300	800	7,190	-
Property Services	690	690	345	-
Other Services	26,300	26,805	25,470	(345)
Supplies	1,131	1,131	1,104	-
Property And Projects	1,000	979	979	-
Total	<u>208,009</u>	<u>214,607</u>	<u>219,491</u>	<u>(345)</u>
Risk Management				
Personnel Services	290,747	297,365	295,262	-
Personnel Benefits	500	300	-	-
Professional Services	1,133	1,030	801	-
Property Services	1,160	1,160	580	-
Other Services	2,852	2,069	1,014	-
Supplies	907	778	547	-
Property And Projects	1,000	1,526	727	(526)
Total	<u>298,299</u>	<u>304,228</u>	<u>298,931</u>	<u>(526)</u>
Copy Center				
Personnel Services	74,953	79,071	82,049	-
Property Services	37,000	40,512	34,513	(1,128)
Other Services	184	222	209	-
Supplies	31,313	31,913	32,703	-
Property And Projects	1,000	2,200	3,557	(1,200)
Total	<u>144,450</u>	<u>153,918</u>	<u>153,031</u>	<u>(2,328)</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 39,864	(\$ 592)
-	263,740	(3,740)
-	2,594	2,594
-	12,685	848
-	270	30
533	921	(421)
<u>533</u>	<u>320,074</u>	<u>(1,281)</u>
-	184,403	(201)
-	-	-
-	7,190	(6,390)
-	345	345
565	25,690	1,115
-	1,104	27
342	1,321	(342)
<u>907</u>	<u>220,053</u>	<u>(5,446)</u>
-	295,262	2,103
-	-	300
-	801	229
-	580	580
-	1,014	1,055
231	778	-
537	738	788
<u>768</u>	<u>299,173</u>	<u>5,055</u>
-	82,049	(2,978)
-	33,385	7,127
-	209	13
-	32,703	(790)
-	2,357	(157)
<u>-</u>	<u>150,703</u>	<u>3,215</u>
<i>(Continued)</i>		

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Human Resources Department				
Buildings And Grounds				
Personnel Services	\$ 602,819	\$ 612,361	\$ 637,670	\$ -
Personnel Benefits	1,000	1,000	-	-
Professional Services	5,000	3,000	1,759	-
Property Services	144,200	140,300	111,196	(4,400)
Other Services	1,170	1,236	1,127	-
Supplies	53,500	53,720	55,666	(154)
Property And Projects	53,350	91,521	26,291	(30,000)
Total	<u>861,039</u>	<u>903,138</u>	<u>833,709</u>	<u>(34,554)</u>
 Total Human Resources Department	 <u>2,228,617</u>	 <u>2,142,821</u>	 <u>2,075,326</u>	 <u>(41,247)</u>
Legal Department				
Personnel Services	634,754	634,713	634,095	-
Personnel Benefits	1,500	1,500	795	-
Professional Services	174,500	251,000	138,465	-
Property Services	14,000	15,000	7,733	-
Other Services	4,344	2,973	1,883	-
Supplies	29,000	29,000	31,729	-
Property And Projects	6,000	7,645	3,132	-
Total Legal Department	<u>864,098</u>	<u>941,831</u>	<u>817,832</u>	<u>-</u>
Refuse Disposal				
Personnel Services	71,551	64,257	64,319	-
Professional Services	8,000,250	8,187,392	8,184,466	-
Property Services	550	550	275	-
Other Services	1,575	1,525	1,545	-
Supplies	4,250	4,197	4,279	-
Total Refuse Disposal	<u>8,078,176</u>	<u>8,257,921</u>	<u>8,254,884</u>	<u>-</u>
Gaming Tax Account				
Property And Projects	17,425,442	27,638,102	4,738,660	(55,338)
Other	-	-	312	-
Total Gaming Tax Account	<u>17,425,442</u>	<u>27,638,102</u>	<u>4,738,972</u>	<u>(55,338)</u>
Miscellaneous Management And Budget				
Other - Contingency	<u>3,500,000</u>	<u>3,500,000</u>	<u>-</u>	<u>-</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 637,670	(\$ 25,309)
-	-	1,000
-	1,759	1,241
3,574	110,370	29,930
-	1,127	109
965	56,477	(2,757)
115	(3,594)	95,115
<u>4,654</u>	<u>803,809</u>	<u>99,329</u>
 <u>7,077</u>	 <u>2,041,156</u>	 <u>101,665</u>
 -	634,095	618
-	795	705
-	138,465	112,535
-	7,733	7,267
-	1,883	1,090
-	31,729	(2,729)
1,693	4,825	2,820
<u>1,693</u>	<u>819,525</u>	<u>122,306</u>
 -	64,319	(62)
-	8,184,466	2,926
-	275	275
-	1,545	(20)
-	4,279	(82)
<u>-</u>	<u>8,254,884</u>	<u>3,037</u>
 58,294	4,741,616	22,896,486
-	312	(312)
<u>58,294</u>	<u>4,741,928</u>	<u>22,896,174</u>
 <u>-</u>	 <u>-</u>	 <u>3,500,000</u>
		(Continued)

CITY OF JOLIET, ILLINOIS

General Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Non-Budget Expenditures				
Professional Services	\$ -	\$ 34,123	\$ 114,545	(\$ 34,123)
Property And Projects	-	129,412	518,293	(129,412)
Total Non-Budget	<u>-</u>	<u>163,535</u>	<u>632,838</u>	<u>(163,535)</u>
Prior Year's Encumbrances				
Property And Projects	-	688	-	(688)
Other	<u>-</u>	<u>15,000</u>	<u>-</u>	<u>(15,000)</u>
Total Prior Year's Encumbrances	<u>-</u>	<u>15,688</u>	<u>-</u>	<u>(15,688)</u>
Total General Fund	<u>\$ 79,238,888</u>	<u>\$ 92,578,749</u>	<u>\$ 48,045,419</u>	<u>(\$ 3,001,527)</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 80,422	(\$ 46,299)
763,214	1,152,095	(1,022,683)
<u>763,214</u>	<u>1,232,517</u>	<u>(1,068,982)</u>
688	-	688
-	(15,000)	30,000
<u>688</u>	<u>(15,000)</u>	<u>30,688</u>
<u>\$ 1,725,468</u>	<u>\$ 46,769,360</u>	<u>\$ 45,809,389</u>

CITY OF JOLIET, ILLINOIS

All Nonmajor Governmental Funds Combining Balance Sheet December 31, 2006

ASSETS	Special Revenue Funds	Debt Service Fund
Cash	\$ 864,661	\$ 52,716
Investments	7,596,408	-
Receivables		
Property Taxes, Net Of Allowance For Uncollectible Amounts	18,275,624	-
Intergovernmental	3,100,697	-
Accrued Interest	71,647	-
Special Assessments	226,012	-
Other	186,572	-
Internal Receivables	1,576,187	-
 Total Assets	 <u>\$ 31,897,808</u>	 <u>\$ 52,716</u>
 LIABILITIES AND FUND BALANCES		
Liabilities		
Vouchers Payable	\$ 869,626	\$ -
Customer Deposits And Credits	50	-
Deferred Revenue		
Property Taxes, 2006 Levy	18,275,625	-
Other	1,530,428	-
Internal Payables	1,815,558	-
 Total Liabilities	 <u>22,491,287</u>	 <u>-</u>
Fund Balances (Deficits)		
Reserved For Encumbrances	2,322,566	-
Unreserved	7,083,955	52,716
 Total Fund Balances (Deficits)	 <u>9,406,521</u>	 <u>52,716</u>
 Total Liabilities And Fund Balances	 <u>\$ 31,897,808</u>	 <u>\$ 52,716</u>

Capital Projects Funds	Total Nonmajor Governmental Funds
\$ 5,567	\$ 922,944
294,732	7,891,140
-	18,275,624
-	3,100,697
978	72,625
-	226,012
20,005	206,577
<u>376,272</u>	<u>1,952,459</u>
<u>\$ 697,554</u>	<u>\$ 32,648,078</u>

\$ 39,994	\$ 909,620
61,033	61,083
-	18,275,625
13,329	1,543,757
<u>1,435,385</u>	<u>3,250,943</u>
<u>1,549,741</u>	<u>24,041,028</u>

2,038,615	4,361,181
(2,890,802)	<u>4,245,869</u>
(852,187)	<u>8,607,050</u>
<u>\$ 697,554</u>	<u>\$ 32,648,078</u>

CITY OF JOLIET, ILLINOIS

All Nonmajor Governmental Funds
Combining Statement Of Revenue, Expenditures
And Changes In Fund Balances
For The Year Ended December 31, 2006

	Special Revenue Funds	Debt Service Fund
Revenue		
Property Taxes	\$ 16,646,382	\$ 637
Other Taxes	16,952,125	-
Federal And State Grants And Allotments	6,717,439	-
Charges For Services	63,052	-
Interest Earnings	317,484	30
Rentals And Fees	12,614	-
Special Assessments	156,704	-
Other	492,959	-
Total Revenue	<u>41,358,759</u>	<u>667</u>
Expenditures		
Current:		
Public Safety	457,012	-
Streets And Bridges	19,615,098	-
Culture And Recreation	296,917	-
Employee Benefits And Pension Plans	14,913,155	-
Community Development	1,902,695	-
Capital Projects	1,970,063	-
Debt Service - Principal	-	585,000
Debt Service - Interest	-	537,344
Debt Service - Other	-	700
Total Expenditures	<u>39,154,940</u>	<u>1,123,044</u>
Revenue Over (Under) Expenditures	2,203,819	(1,122,377)
Other Financing Sources (Uses)		
Sale Of Capital Assets	35,360	-
Transfers In	3,121,857	1,123,044
Transfers Out	(806,202)	-
Net Change In Fund Balance	4,554,834	667
Fund Balances (Deficits), Beginning Of Year	<u>4,851,687</u>	<u>52,049</u>
Fund Balances (Deficits), End Of Year	<u>\$ 9,406,521</u>	<u>\$ 52,716</u>

Capital Projects Funds	Total Nonmajor Governmental Funds
\$ -	\$ 16,647,019
-	16,952,125
-	6,717,439
-	63,052
13,864	331,378
-	12,614
69,864	226,568
-	492,959
<u>83,728</u>	<u>41,443,154</u>

-	457,012
1,780,513	21,395,611
98,450	395,367
-	14,913,155
-	1,902,695
4,489,537	6,459,600
-	585,000
-	537,344
-	700
<u>6,368,500</u>	<u>46,646,484</u>

(6,284,772) (5,203,330)

- 35,360
8,310,589 12,555,490
(1,223,044) (2,029,246)

802,773 5,358,274
(1,654,960) 3,248,776

(\$ 852,187) \$ 8,607,050

NONMAJOR SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than fiduciary funds or capital project funds) that is legally restricted to expenditure for specified purposes.

Street And Bridge Fund - Accounts for revenue and expenditures for the maintenance of City streets and bridges.

Street Lighting Fund - Accounts for revenue and expenditures for electricity charges incurred in lighting City streets.

School Crossing Guard Fund - Accounts for revenue and expenditures related to the protection of school children crossing City street.

E.S.D.A. Fund - Accounts for revenue and expenditures for planning for potential natural and man-made disasters

Illinois Municipal Retirement Fund - Accounts for IMRF pension expenditures, and revenue generated by taxation and contributions from employees.

Police Pension Fund - Accounts for revenue and expenditures related to the City's contribution to the Police Pension Fund.

Firefighters' Pension Fund - Accounts for revenue and expenditures related to the City's contribution to the Firefighter's Pension Fund.

Special Service Area Fund - Accounts for revenue and expenditures related to special area property tax

Tax Incremental Financing Fund #1 - Accounts for revenue and expenditures related to the Tax Incremental Financing District created for the Rock Run Business Park.

Tax Incremental Financing Fund #2 - Accounts for revenue and expenditures related to the Tax Incremental Financing District created for the Downtown Development Program.

Coliseum Fund - Accounts for revenue from various sources used to finance the operations of the Bi-Park.

Motor Fuel Tax Fund - Accounts for expenditures related to approved motor fuel tax projects and revenue from the State gasoline tax as collected and distributed by the State of Illinois.

Community Development Block Grant Fund - Accounts for revenue and expenditures of the Community Development Block Grant Programs.

Evergreen Terrace II Fund - Accounts for revenue and expenditures for various low-income housing projects.

CITY OF JOLIET, ILLINOIS

All Nonmajor Special Revenue Funds Combining Balance Sheet December 31, 2006

ASSETS	Property Tax Funds	
	Basic Services	Other Services
Cash	\$ 314,377	\$ 135,398
Investments	2,025,782	142,005
Receivables		
Property Taxes, Net Of Allowance For Uncollectible Amounts	2,767,957	15,507,667
Intergovernmental	1,865,344	880,746
Accrued Interest	28,308	189
Special Assessments	-	226,012
Other	186,572	-
Internal Receivables	1,576,187	-
Total Assets	<u>\$ 8,764,527</u>	<u>\$ 16,892,017</u>
LIABILITIES AND FUND BALANCES		
Liabilities		
Vouchers Payable	\$ 719,203	\$ 40,174
Customer Deposits And Credits	50	-
Deferred Revenue		
Property Taxes, 2006 Levy	2,767,957	15,507,668
Other	704,548	549,914
Internal Payables	-	1,504,044
Total Liabilities	<u>4,191,758</u>	<u>17,601,800</u>
Fund Balances (Deficits)		
Reserved For Encumbrances	1,009,082	12,844
Unreserved	3,563,687	(722,627)
Total Fund Balances (Deficits)	<u>4,572,769</u>	<u>(709,783)</u>
Total Liabilities And Fund Balances	<u>\$ 8,764,527</u>	<u>\$ 16,892,017</u>

State And Federal Allocation, Allotment And Grant Funds	Total
\$ 414,886	\$ 864,661
5,428,621	7,596,408
-	18,275,624
354,607	3,100,697
43,150	71,647
-	226,012
-	186,572
-	1,576,187
<u>\$ 6,241,264</u>	<u>\$ 31,897,808</u>

\$ 110,249	\$ 869,626
-	50
-	18,275,625
275,966	1,530,428
311,514	1,815,558
<u>697,729</u>	<u>22,491,287</u>
1,300,640	2,322,566
4,242,895	7,083,955
<u>5,543,535</u>	<u>9,406,521</u>
<u>\$ 6,241,264</u>	<u>\$ 31,897,808</u>

CITY OF JOLIET, ILLINOIS

Nonmajor Special Revenue Funds Combining Balance Sheet Property Tax Funds - Basic Services December 31, 2006

	Street And Bridge Fund	Street Lighting Fund	School Crossing Guard Fund
ASSETS			
Cash	\$ -	\$ 18,282	\$ 7,042
Investments	2,025,782	-	-
Receivables			
Property Taxes, Net Of Allowance			
For Uncollectible Amounts	1,816,568	827,730	110,396
Intergovernmental	1,865,344	-	-
Accrued Interest	28,308	-	-
Other	186,572	-	-
Internal Receivables	1,061,997	514,190	-
	<u>6,984,571</u>	<u>1,360,202</u>	<u>117,438</u>
Total Assets	<u>\$ 6,984,571</u>	<u>\$ 1,360,202</u>	<u>\$ 117,438</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers Payable	\$ 378,590	\$ 338,538	\$ -
Customer Deposits And Credits	50	-	-
Deferred Revenue, Property Tax, 2006 Levy	1,816,568	827,730	110,396
Deferred Revenue - Other	704,548	-	-
	<u>2,899,756</u>	<u>1,166,268</u>	<u>110,396</u>
Total Liabilities	<u>2,899,756</u>	<u>1,166,268</u>	<u>110,396</u>
 Fund Balances			
Reserved For Encumbrances	944,238	18,170	-
Unreserved	3,140,577	175,764	7,042
	<u>4,084,815</u>	<u>193,934</u>	<u>7,042</u>
Total Fund Balances	<u>4,084,815</u>	<u>193,934</u>	<u>7,042</u>
 Total Liabilities And Fund Balances	<u>\$ 6,984,571</u>	<u>\$ 1,360,202</u>	<u>\$ 117,438</u>

<u>E.S.D.A. Fund</u>	<u>Total</u>
\$ 289,053	\$ 314,377
-	2,025,782
13,263	2,767,957
-	1,865,344
-	28,308
-	186,572
-	1,576,187
<u>\$ 302,316</u>	<u>\$ 8,764,527</u>

\$ 2,075	\$ 719,203
-	50
13,263	2,767,957
-	704,548
<u>15,338</u>	<u>4,191,758</u>
46,674	1,009,082
<u>240,304</u>	<u>3,563,687</u>
286,978	4,572,769
<u>\$ 302,316</u>	<u>\$ 8,764,527</u>

CITY OF JOLIET, ILLINOIS

Nonmajor Special Revenue Funds Combining Balance Sheet Property Tax Funds - Other Services December 31, 2006

	Illinois Municipal Retirement Fund	Police Pension Fund	Firefighters' Pension Fund
ASSETS			
Cash	\$ -	\$ -	\$ -
Investments	-	-	-
Receivables			
Property Taxes, Net Of Allowance For Uncollectible Amounts	540,646	5,263,783	4,738,848
Intergovernmental	880,746	-	-
Accrued Interest	-	-	-
Special Assessments	-	-	-
	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 1,421,392</u>	<u>\$ 5,263,783</u>	<u>\$ 4,738,848</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers Payable	\$ -	\$ -	\$ -
Deferred Revenue, Property Tax, 2006 Levy	540,646	5,263,783	4,738,848
Deferred Revenue, Other	332,819	-	-
Internal Payables	526,696	-	-
	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>1,400,161</u>	<u>5,263,783</u>	<u>4,738,848</u>
Fund Balances (Deficits)			
Reserved For Encumbrances	-	-	-
Unreserved	21,231	-	-
	<hr/>	<hr/>	<hr/>
Total Fund Balances (Deficits)	<u>21,231</u>	<u>-</u>	<u>-</u>
Total Liabilities And Fund Balances	<u>\$ 1,421,392</u>	<u>\$ 5,263,783</u>	<u>\$ 4,738,848</u>

<u>Special Service Area Fund</u>	<u>Tax Incremental Financing Fund #1</u>	<u>Tax Incremental Financing Fund #2</u>	<u>Coliseum Fund</u>	<u>Total</u>
\$ 108,166	\$ 8,693	\$ -	\$ 18,539	\$ 135,398
-	-	142,005	-	142,005
1,508,494	3,123,485	251,380	81,031	15,507,667
-	-	-	-	880,746
-	-	189	-	189
<u>226,012</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>226,012</u>
<u>\$ 1,842,672</u>	<u>\$ 3,132,178</u>	<u>\$ 393,574</u>	<u>\$ 99,570</u>	<u>\$ 16,892,017</u>

\$ 38,617	\$ -	\$ -	\$ 1,557	\$ 40,174
1,508,494	3,123,485	251,381	81,031	15,507,668
217,095	-	-	-	549,914
<u>976,701</u>	<u>-</u>	<u>647</u>	<u>-</u>	<u>1,504,044</u>
<u>2,740,907</u>	<u>3,123,485</u>	<u>252,028</u>	<u>82,588</u>	<u>17,601,800</u>

12,844	-	-	-	12,844
(911,079)	8,693	141,546	16,982	(722,627)
(898,235)	8,693	141,546	16,982	(709,783)
<u>\$ 1,842,672</u>	<u>\$ 3,132,178</u>	<u>\$ 393,574</u>	<u>\$ 99,570</u>	<u>\$ 16,892,017</u>

CITY OF JOLIET, ILLINOIS

Nonmajor Special Revenue Funds Combining Balance Sheet State And Federal Allocation, Allotment And Grant Funds December 31, 2006

	Motor Fuel Tax Fund	Community Development Block Grant Fund
ASSETS		
Cash	\$ 50,818	\$ -
Investments	5,428,621	-
Receivables		
Intergovernmental	354,607	-
Accrued Interest	43,150	-
Total Assets	<u>\$ 5,877,196</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES		
Liabilities		
Vouchers Payable	\$ 78,291	\$ 31,958
Deferred Revenue, Other	-	-
Internal Payables	500	310,451
Total Liabilities	<u>78,791</u>	<u>342,409</u>
Fund Balances (Deficits)		
Reserved For Encumbrances	1,171,212	129,428
Unreserved	4,627,193	(471,837)
Total Fund Balances (Deficits)	<u>5,798,405</u>	<u>(342,409)</u>
Total Liabilities And Fund Balances	<u>\$ 5,877,196</u>	<u>\$ -</u>

Evergreen Terrace II Fund	Total
\$ 364,068	\$ 414,886
-	5,428,621
-	354,607
-	43,150
<u>\$ 364,068</u>	<u>\$ 6,241,264</u>

\$ -	\$ 110,249
275,966	275,966
563	311,514
<u>276,529</u>	<u>697,729</u>
-	1,300,640
87,539	4,242,895
<u>87,539</u>	<u>5,543,535</u>
<u>\$ 364,068</u>	<u>\$ 6,241,264</u>

CITY OF JOLIET, ILLINOIS

All Nonmajor Special Revenue Funds
Combining Statement Of Revenue, Expenditures
And Changes In Fund Balances
For The Year Ended December 31, 2006

	Property Tax Services	
	Basic Services	Other Services
Revenue		
Property Taxes	\$ 3,256,542	\$ 13,389,840
Other Taxes	12,427,438	4,524,687
Federal And State Grants And Allotments	210,052	-
Charges For Services	716	-
Interest Earnings	32,035	58,455
Rentals And Fees	-	12,376
Special Assessments	-	156,704
Other	491,540	771
	<hr/>	<hr/>
Total Revenue	16,418,323	18,142,833
	<hr/>	<hr/>
Expenditures		
Public Safety	457,012	-
Streets And Bridges	12,672,372	4,144,824
Culture And Recreation	-	296,917
Employee Benefits And Pension Plans	694	14,912,461
Community Development	-	-
Capital Projects	1,934,561	26,089
	<hr/>	<hr/>
Total Expenditures	15,064,639	19,380,291
	<hr/>	<hr/>
Revenue Over (Under) Expenditures	1,353,684 (	1,237,458)
	<hr/>	<hr/>
Other Financing Sources (Uses)		
Sale Of Capital Assets	1,300	-
Transfers In	1,577,856	1,416,078
Transfers Out	(400,000)	(406,202)
	<hr/>	<hr/>
Net Change In Fund Balance	2,532,840 (	227,582)
	<hr/>	<hr/>
Fund Balances (Deficits), Beginning Of Year	2,039,929 (	482,201)
	<hr/>	<hr/>
Fund Balances (Deficits), End Of Year	\$ 4,572,769	(\$ 709,783)

State And Federal Allocation, Allotment And Grant Funds	Total
\$ -	\$ 16,646,382
-	16,952,125
6,507,387	6,717,439
62,336	63,052
226,994	317,484
238	12,614
-	156,704
648	492,959
<u>6,797,603</u>	<u>41,358,759</u>
-	457,012
2,797,902	19,615,098
-	296,917
-	14,913,155
1,902,695	1,902,695
9,413	1,970,063
<u>4,710,010</u>	<u>39,154,940</u>
2,087,593	2,203,819
34,060	35,360
127,923	3,121,857
-	(806,202)
2,249,576	4,554,834
<u>3,293,959</u>	<u>4,851,687</u>
<u>\$ 5,543,535</u>	<u>\$ 9,406,521</u>

CITY OF JOLIET, ILLINOIS

Nonmajor Special Revenue Funds Combining Statement Of Revenue, Expenditures And Changes In Fund Balances Property Tax Funds, Basic Services For The Year Ended December 31, 2006

	Street And Bridge Fund	Street Lighting Fund	School Crossing Guard Fund
Revenue			
Property Taxes	\$ 2,294,795	\$ 834,656	\$ 113,369
Other Taxes	10,935,229	1,223,115	269,094
Federal And State Grants	48,259	-	-
Charges For Services	716	-	-
Interest Earnings	30,920	969	130
Other	421,752	50,377	-
	<hr/>	<hr/>	<hr/>
Total Revenue	13,731,671	2,109,117	382,593
	<hr/>	<hr/>	<hr/>
Expenditures			
Public Safety	-	-	381,506
Streets And Bridges	10,693,792	1,978,580	-
Employee Benefits And Pension Plans	694	-	-
Capital Projects	1,877,116	55,006	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	12,571,602	2,033,586	381,506
	<hr/>	<hr/>	<hr/>
Revenue Over (Under) Expenditures	1,160,069	75,531	1,087
	<hr/>	<hr/>	<hr/>
Other Financing Sources (Uses)			
Sale Of Capital Assets	1,300	-	-
Transfers In	1,577,856	-	-
Transfers Out	(400,000)	-	-
	<hr/>	<hr/>	<hr/>
Net Change In Fund Balance	2,339,225	75,531	1,087
	<hr/>	<hr/>	<hr/>
Fund Balances, Beginning Of Year	1,745,590	118,403	5,955
	<hr/>	<hr/>	<hr/>
Fund Balances, End Of Year	\$ 4,084,815	\$ 193,934	\$ 7,042
	<hr/>	<hr/>	<hr/>

<u>E.S.D.A. Fund</u>	<u>Total</u>
\$ 13,722	\$ 3,256,542
-	12,427,438
161,793	210,052
-	716
16	32,035
<u>19,411</u>	<u>491,540</u>
<u>194,942</u>	<u>16,418,323</u>
75,506	457,012
-	12,672,372
-	694
<u>2,439</u>	<u>1,934,561</u>
<u>77,945</u>	<u>15,064,639</u>
116,997	1,353,684
-	1,300
-	1,577,856
<u>-</u>	<u>(400,000)</u>
116,997	2,532,840
<u>169,981</u>	<u>2,039,929</u>
<u>\$ 286,978</u>	<u>\$ 4,572,769</u>

CITY OF JOLIET, ILLINOIS

Nonmajor Special Revenue Funds
Combining Statement Of Revenue, Expenditures
And Changes In Fund Balances
Property Tax Funds - Other Services
For The Year Ended December 31, 2006

	Illinois Municipal Retirement Fund	Police Pension Fund	Firefighters' Pension Fund
Revenue			
Property Taxes	\$ 546,651	\$ 4,450,573	\$ 3,838,208
Other Taxes	4,280,810	-	-
Interest Earnings	635	5,130	4,428
Rentals And Fees	-	-	-
Special Assessments	-	-	-
Other	-	-	-
	<hr/>	<hr/>	<hr/>
Total Revenue	4,828,096	4,455,703	3,842,636
	<hr/>	<hr/>	<hr/>
Expenditures			
Streets And Bridges	-	-	-
Culture And Recreation	-	-	-
Employee Benefits And Pension Plans	6,614,047	4,455,703	3,842,636
Capital Projects	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	6,614,047	4,455,703	3,842,636
	<hr/>	<hr/>	<hr/>
Revenue Over (Under) Expenditures	(1,785,951)	-	-
	<hr/>	<hr/>	<hr/>
Other Financing Sources (Uses)			
Transfers In	1,416,078	-	-
Transfers Out	-	-	-
	<hr/>	<hr/>	<hr/>
Net Change In Fund Balance	(369,873)	-	-
	<hr/>	<hr/>	<hr/>
Fund Balances (Deficits), Beginning Of Year	391,104	-	-
	<hr/>	<hr/>	<hr/>
Fund Balances (Deficits), End Of Year	\$ 21,231	\$ -	\$ -
	<hr/>	<hr/>	<hr/>

Special Service Area Fund	Tax Incremental Financing Fund #1	Tax Incremental Financing Fund #2	Coliseum Fund	Total
\$ 1,517,255	\$ 2,697,939	\$ 258,174	\$ 81,040	\$ 13,389,840
-	-	-	243,877	4,524,687
929	43,004	4,233	96	58,455
-	-	-	12,376	12,376
156,704	-	-	-	156,704
600	-	-	171	771
<u>1,675,488</u>	<u>2,740,943</u>	<u>262,407</u>	<u>337,560</u>	<u>18,142,833</u>
1,607,911	2,326,691	210,222	-	4,144,824
-	-	-	296,917	296,917
-	-	-	75	14,912,461
-	-	-	26,089	26,089
<u>1,607,911</u>	<u>2,326,691</u>	<u>210,222</u>	<u>323,081</u>	<u>19,380,291</u>
67,577	414,252	52,185	14,479	(1,237,458)
-	-	-	-	1,416,078
-	(406,202)	-	-	(406,202)
67,577	8,050	52,185	14,479	(227,582)
(965,812)	643	89,361	2,503	(482,201)
<u>(\$ 898,235)</u>	<u>\$ 8,693</u>	<u>\$ 141,546</u>	<u>\$ 16,982</u>	<u>(\$ 709,783)</u>

CITY OF JOLIET, ILLINOIS

Nonmajor Special Revenue Funds Combining Statement Of Revenue, Expenditures And Changes In Fund Balances State And Federal Allocation, Allotment And Grant Funds For The Year Ended December 31, 2006

	Motor Fuel Tax Fund	Community Development Block Grant Fund
Revenue		
State Allotment, Motor Fuel Taxes	\$ 4,280,565	\$ -
Federal And State Grants	-	1,215,222
Charges For Services	-	62,336
Interest Earnings	226,994	-
Rentals And Fees	-	238
Other	-	648
	<hr/>	<hr/>
Total Revenue	4,507,559	1,278,444
	<hr/>	<hr/>
Expenditures		
Streets And Bridges	2,797,902	-
Community Development	-	891,095
Capital Projects	-	9,413
	<hr/>	<hr/>
Total Expenditures	2,797,902	900,508
	<hr/>	<hr/>
Revenue Over (Under) Expenditures	1,709,657	377,936
	<hr/>	<hr/>
Other Financing (Uses)		
Sale Of Capital Assets	-	34,060
Transfers In	-	127,923
	<hr/>	<hr/>
Net Change In Fund Balance	1,709,657	539,919
	<hr/>	<hr/>
Fund Balances (Deficits), Beginning Of Year	4,088,748	(882,328)
	<hr/>	<hr/>
Fund Balances (Deficits), End Of Year	\$ 5,798,405	(\$ 342,409)
	<hr/>	<hr/>

Evergreen Terrace II Fund	Total
\$ -	\$ 4,280,565
1,011,600	2,226,822
-	62,336
-	226,994
-	238
-	648
<u>1,011,600</u>	<u>6,797,603</u>
-	2,797,902
1,011,600	1,902,695
-	9,413
<u>1,011,600</u>	<u>4,710,010</u>
-	2,087,593
-	34,060
-	127,923
-	2,249,576
<u>87,539</u>	<u>3,293,959</u>
<u>\$ 87,539</u>	<u>\$ 5,543,535</u>

CITY OF JOLIET, ILLINOIS

Street And Bridge Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Revenue				
Property Taxes	\$ 1,819,368	\$ 1,819,368	\$ 2,294,795	\$ -
State Sales Tax	6,104,014	6,104,014	7,017,225	-
Replacement Tax	64,000	64,000	62,274	-
Gasoline Privilege Tax	693,251	693,251	548,495	-
Income Tax	3,515,130	3,515,130	3,307,235	-
Charges For Services	500	500	716	-
State Highway Signal Maintenance	140,580	140,580	48,259	-
Interest Earnings	550	550	30,920	-
Other	187,004	187,004	421,752	-
Total Revenue	12,524,397	12,524,397	13,731,671	-
Expenditures				
Streets And Bridges				
Personnel Services	7,304,531	7,407,484	7,223,438	-
Personnel Benefits	500	320	694	-
Professional Services	129,980	121,168	95,033 (	1,174)
Property Services	967,030	931,099	901,194 (	3,765)
Other Services	46,104	45,667	42,140	-
Supplies	1,899,625	1,904,758	1,856,878 (	7,377)
Property And Projects	4,141,222	4,806,312	2,452,225 (	336,768)
Total Expenditures	14,488,992	15,216,808	12,571,602 (	349,084)
Revenue Over (Under) Expenditures	(1,964,595)	(2,692,411)	1,160,069	349,084
Other Financing Sources (Uses)				
Sale Of Capital Assets	-	-	1,300	-
Transfers In	1,548,324	1,548,324	1,577,856	-
Transfers Out	(400,000)	(400,000)	(400,000)	-
Net Change In Fund Balance	(\$ 816,271)	(\$ 1,544,087)	2,339,225	349,084
Fund Balance, Beginning Of Year			1,745,590	(349,084)
Fund Balance, End Of Year			\$ 4,084,815	\$ -

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 2,294,795	\$ 475,427
-	7,017,225	913,211
-	62,274 (	1,726)
-	548,495 (	144,756)
-	3,307,235 (	207,895)
-	716	216
-	48,259 (	92,321)
-	30,920	30,370
-	421,752	234,748
-	13,731,671	1,207,274
-	7,223,438	184,046
-	694 (	374)
-	93,859	27,309
23,288	920,717	10,382
35	42,175	3,492
8,308	1,857,809	46,949
912,607	3,028,064	1,778,248
944,238	13,166,756	2,050,052
(944,238)	564,915	3,257,326
-	1,300	1,300
-	1,577,856	29,532
-	(400,000)	-
(944,238)	1,744,071	\$ 3,288,158
-	1,396,506	
(\$ 944,238)	\$ 3,140,577	

CITY OF JOLIET, ILLINOIS

Street And Bridge Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Engineering Department				
Administration				
Personnel Services	\$ -	\$ 202,372	\$ -	\$ -
Professional Services	-	444	-	-
Other Services	-	1,200	-	-
Supplies	-	1,450	-	-
Total	-	205,466	-	-
Engineering				
Personnel Services	1,104,826	1,189,620	1,189,699	-
Professional Services	2,700	2,760	1,965	-
Property Services	25,100	24,509	19,337	-
Other Services	8,610	9,090	9,429	-
Supplies	7,650	7,650	5,541	-
Property And Projects	1,181,000	1,649,521	914,011	(165,336)
Total	2,329,886	2,883,150	2,139,982	(165,336)
Design And Construction				
Personnel Services	729,760	701,964	711,360	-
Professional Services	1,000	1,817	1,817	-
Property Services	7,330	8,430	4,965	-
Other Services	6,321	6,060	5,625	-
Supplies	12,100	12,900	11,884	-
Property And Projects	10,000	9,028	7,774	-
Total	766,511	740,199	743,425	-
Electrical				
Personnel Services	366,958	361,679	365,930	-
Professional Services	26,300	35,974	29,086	(1,174)
Property Services	1,850	1,953	1,918	-
Other Services	4,476	4,476	4,314	-
Supplies	33,500	53,937	67,920	-
Property And Projects	45,600	50,280	46,535	-
Total	478,684	508,299	515,703	(1,174)

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ -	\$ 202,372
-	-	444
-	-	1,200
-	-	1,450
<hr/>	<hr/>	<hr/>
-	-	205,466
<hr/>	<hr/>	<hr/>
-	1,189,699 (	79)
-	1,965	795
600	19,937	4,572
35	9,464 (	374)
1,835	7,376	274
191,458	940,133	709,388
<hr/>	<hr/>	<hr/>
193,928	2,168,574	714,576
<hr/>	<hr/>	<hr/>
-	711,360 (	9,396)
-	1,817	-
-	4,965	3,465
-	5,625	435
185	12,069	831
-	7,774	1,254
<hr/>	<hr/>	<hr/>
185	743,610 (	3,411)
<hr/>	<hr/>	<hr/>
-	365,930 (	4,251)
-	27,912	8,062
-	1,918	35
-	4,314	162
1,320	69,240 (	15,303)
-	46,535	3,745
<hr/>	<hr/>	<hr/>
1,320	515,849 (	7,550)

(Continued)

CITY OF JOLIET, ILLINOIS

Street And Bridge Fund Detailed Schedule Of Expenditures - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Miscellaneous Roadway Projects				
Personnel Services	\$ 3,475,684	\$ 3,345,237	\$ 3,348,492	\$ -
Personnel Benefits	-	-	379	-
Professional Services	96,380	76,513	59,693	-
Property Services	25,500	24,907	23,988	(2,053)
Other Services	14,403	13,200	13,215	-
Supplies	311,175	323,052	193,291	(3,714)
Property And Projects	<u>4,400</u>	<u>4,661</u>	<u>3,460</u>	<u>(261)</u>
Total	<u>3,927,542</u>	<u>3,787,570</u>	<u>3,642,518</u>	<u>(6,028)</u>
Total Engineering Department	<u>7,502,623</u>	<u>8,124,684</u>	<u>7,041,628</u>	<u>(172,538)</u>
Maintenance Department				
Administrative				
Personnel Services	211,797	222,068	211,062	-
Personnel Benefits	500	320	315	-
Professional Services	200	200	82	-
Other Services	10,964	10,941	9,524	-
Supplies	16,250	21,100	10,045	(3)
Property And Projects	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Total	<u>241,711</u>	<u>256,629</u>	<u>233,028</u>	<u>(3)</u>
Automotive				
Personnel Services	1,415,506	1,384,544	1,396,895	-
Professional Services	3,400	3,460	2,390	-
Property Services	907,250	871,300	850,986	(1,712)
Other Services	1,330	700	33	-
Supplies	1,518,950	1,484,669	1,568,197	(3,660)
Property And Projects	<u>2,898,222</u>	<u>3,037,460</u>	<u>1,415,027</u>	<u>(117,809)</u>
Total	<u>6,744,658</u>	<u>6,782,133</u>	<u>5,233,528</u>	<u>(123,181)</u>
Total Maintenance Department	<u>6,986,369</u>	<u>7,038,762</u>	<u>5,466,556</u>	<u>(123,184)</u>
Non-Budget Expenditures				
Property And Projects	<u>-</u>	<u>53,362</u>	<u>63,418</u>	<u>(53,362)</u>
Total Non-Budget Expenditures	<u>-</u>	<u>53,362</u>	<u>63,418</u>	<u>(53,362)</u>
Total Street And Bridge Fund	<u>\$ 14,488,992</u>	<u>\$ 15,216,808</u>	<u>\$ 12,571,602</u>	<u>(\$ 349,084)</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 3,348,492	(\$ 3,255)
-	379	(379)
-	59,693	16,820
3,697	25,632	(725)
-	13,215	(15)
266	189,843	133,209
-	3,199	1,462
<u>3,963</u>	<u>3,640,453</u>	<u>147,117</u>
<u>199,396</u>	<u>7,068,486</u>	<u>1,056,198</u>
-	211,062	11,006
-	315	5
-	82	118
-	9,524	1,417
-	10,042	11,058
1,100	3,100	(1,100)
<u>1,100</u>	<u>234,125</u>	<u>22,504</u>
-	1,396,895	(12,351)
-	2,390	1,070
18,991	868,265	3,035
-	33	667
4,702	1,569,239	(84,570)
719,569	2,016,787	1,020,673
<u>743,262</u>	<u>5,853,609</u>	<u>928,524</u>
<u>744,362</u>	<u>6,087,734</u>	<u>951,028</u>
<u>480</u>	<u>10,536</u>	<u>42,826</u>
<u>480</u>	<u>10,536</u>	<u>42,826</u>
<u>\$ 944,238</u>	<u>\$ 13,166,756</u>	<u>\$ 2,050,052</u>

CITY OF JOLIET, ILLINOIS

Street Lighting Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis)
For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Taxes	\$ 828,646	\$ 828,646	\$ 834,656	\$ -
Sales Tax	1,223,115	1,223,115	1,223,115	-
Interest Earnings	1,480	1,480	969	-
Other	<u>50,000</u>	<u>50,000</u>	<u>50,377</u>	<u>-</u>
Total Revenue	<u>2,103,241</u>	<u>2,103,241</u>	<u>2,109,117</u>	<u>-</u>
Expenditures				
Streets And Bridges				
Contractual Services				
Electrical Energy Costs	2,100,000	2,100,000	1,978,580	-
Property And Projects	<u>50,000</u>	<u>72,006</u>	<u>55,006</u>	(<u>22,006</u>)
Total Expenditures	<u>2,150,000</u>	<u>2,172,006</u>	<u>2,033,586</u>	(<u>22,006</u>)
Net Change In Fund Balance	(\$ <u>46,759</u>)	(\$ <u>68,765</u>)	75,531	22,006
Fund Balance, Beginning Of Year			<u>118,403</u>	(<u>22,006</u>)
Fund Balance, End Of Year			<u>\$ 193,934</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 834,656	\$ 6,010
-	1,223,115	-
-	969	(511)
-	50,377	377
<u>-</u>	<u>2,109,117</u>	<u>5,876</u>
-	1,978,580	121,420
<u>18,170</u>	<u>51,170</u>	<u>20,836</u>
<u>18,170</u>	<u>2,029,750</u>	<u>142,256</u>
(18,170)	79,367	<u>\$ 148,132</u>
-	96,397	
<u>(\$ 18,170)</u>	<u>\$ 175,764</u>	

CITY OF JOLIET, ILLINOIS

School Crossing Guard Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Revenue				
Property Taxes	\$ 110,696	\$ 110,696	\$ 113,369	\$ -
Income Tax	269,094	269,094	269,094	-
Interest Earnings	40	40	130	-
Total Revenue	379,830	379,830	382,593	-
Expenditures				
Public Safety				
Personnel Services	377,622	378,386	380,009	-
Property Services	2,000	1,500	1,497	(789)
Total Expenditures	379,622	379,886	381,506	(789)
Net Change In Fund Balance	\$ 208	(\$ 56)	1,087	789
Fund Balance, Beginning Of Year			5,955	(789)
Fund Balance, End Of Year			\$ 7,042	\$ -

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 113,369	\$ 2,673
-	269,094	-
-	130	90
-	382,593	2,763
-	380,009	(1,623)
-	708	792
-	380,717	(831)
-	1,876	\$ 1,932
-	5,166	
\$ -	\$ 7,042	

CITY OF JOLIET, ILLINOIS

E.S.D.A. Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis)
For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Revenue				
Property Taxes	\$ 13,303	\$ 13,303	\$ 13,722	\$ -
Federal Grants	39,156	39,156	161,793	-
Interest Earnings	6	6	16	-
Other	-	-	19,411	-
Total Revenue	<u>52,465</u>	<u>52,465</u>	<u>194,942</u>	<u>-</u>
Expenditures				
Public Safety				
Personnel Services	42,615	42,615	42,596	-
Professional Services	2,250	1,050	434	-
Property Services	10,000	25,315	23,763	-
Other Services	9,800	9,315	8,436	-
Supplies	550	450	277	-
Property And Projects	<u>8,500</u>	<u>110,477</u>	<u>2,439</u>	<u>(42,399)</u>
Total Expenditures	<u>73,715</u>	<u>189,222</u>	<u>77,945</u>	<u>(42,399)</u>
Net Change In Fund Balance	(\$ 21,250)	(\$ 136,757)	116,997	42,399
Fund Balance, Beginning Of Year			<u>169,981</u>	<u>(42,399)</u>
Fund Balance, End Of Year			<u>\$ 286,978</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 13,722	\$ 419
-	161,793	122,637
-	16	10
-	19,411	19,411
<u>-</u>	<u>194,942</u>	<u>142,477</u>
-	42,596	19
-	434	616
-	23,763	1,552
-	8,436	879
-	277	173
<u>46,674</u>	<u>6,714</u>	<u>103,763</u>
<u>46,674</u>	<u>82,220</u>	<u>107,002</u>
(46,674)	112,722	<u>\$ 249,479</u>
-	<u>127,582</u>	
<u>(\$ 46,674)</u>	<u>\$ 240,304</u>	

CITY OF JOLIET, ILLINOIS

Illinois Municipal Retirement Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Tax	\$ 542,046	\$ 542,046	\$ 546,651	\$ -
Home Rule Sales Tax	2,000,000	2,000,000	2,000,000	-
Sales Tax	2,036,261	2,036,261	2,280,810	-
Interest Earnings	200	200	635	-
Total Revenue	<u>4,578,507</u>	<u>4,578,507</u>	<u>4,828,096</u>	<u>-</u>
Expenditures				
Employee Benefits And Pension Plans, City's Share	<u>5,982,703</u>	<u>5,982,703</u>	<u>6,614,047</u>	<u>-</u>
Revenue Over (Under) Expenditures	(1,404,196)	(1,404,196)	(1,785,951)	-
Other Financing Sources				
Transfers In	<u>1,329,067</u>	<u>1,329,067</u>	<u>1,416,078</u>	<u>-</u>
Net Change In Fund Balance	(\$ <u>75,129</u>)	(\$ <u>75,129</u>)	(369,873)	-
Fund Balance, Beginning Of Year			<u>391,104</u>	<u>-</u>
Fund Balance, End Of Year			<u>\$ 21,231</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 546,651	\$ 4,605
-	2,000,000	-
-	2,280,810	244,549
-	635	435
-	4,828,096	249,589
-	6,614,047	(631,344)
-	(1,785,951)	(381,755)
-	1,416,078	87,011
-	(369,873)	(\$ 294,744)
-	391,104	
<u>\$ -</u>	<u>\$ 21,231</u>	

CITY OF JOLIET, ILLINOIS

Police Pension Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Taxes	\$ 4,506,922	\$ 4,506,922	\$ 4,450,573	\$ -
Interest Earnings	<u>1,500</u>	<u>1,500</u>	<u>5,130</u>	<u>-</u>
Total Revenue	<u>4,508,422</u>	<u>4,508,422</u>	<u>4,455,703</u>	<u>-</u>
Expenditures				
Employee Benefit And Pension Plans, City's Share	<u>4,508,422</u>	<u>4,508,422</u>	<u>4,455,703</u>	<u>-</u>
Total Expenditures	<u>4,508,422</u>	<u>4,508,422</u>	<u>4,455,703</u>	<u>-</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	-
Fund Balance, Beginning Of Year			<u>-</u>	<u>-</u>
Fund Balance, End Of Year			<u>\$ -</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 4,450,573	(\$ 56,349)
-	5,130	3,630
-	4,455,703	(52,719)
-	4,455,703	52,719
-	4,455,703	52,719
-	-	\$ -
-	-	
\$ -	\$ -	

CITY OF JOLIET, ILLINOIS

Firefighters' Pension Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Tax	\$ 3,888,846	\$ 3,888,846	\$ 3,838,208	\$ -
Interest Earnings	<u>1,200</u>	<u>1,200</u>	<u>4,428</u>	<u>-</u>
Total Revenue	<u>3,890,046</u>	<u>3,890,046</u>	<u>3,842,636</u>	<u>-</u>
Expenditures				
Employee Benefits And Pension Plans, City's Share	<u>3,890,046</u>	<u>3,890,046</u>	<u>3,842,636</u>	<u>-</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	-
Fund Balance, Beginning Of Year			<u>-</u>	<u>-</u>
Fund Balance, End Of Year			<u>\$ -</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 3,838,208	(\$ 50,638)
-	4,428	3,228
-	3,842,636	(47,410)
-	3,842,636	47,410
-	-	\$ -
-	-	
\$ -	\$ -	

CITY OF JOLIET, ILLINOIS

Special Service Area Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Taxes	\$ 1,530,004	\$ 1,530,004	\$ 1,517,255	\$ -
Interest Earnings	-	-	929	-
Special Assessments	-	-	156,704	-
Other	-	-	600	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue	<u>1,530,004</u>	<u>1,530,004</u>	<u>1,675,488</u>	<u>-</u>
Expenditures				
Streets And Bridges				
Supplies	-	-	5,689	-
Property And Projects	1,530,004	1,530,004	1,602,113	(30,669)
Other	-	-	109	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>1,530,004</u>	<u>1,530,004</u>	<u>1,607,911</u>	<u>(30,669)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>\$ -</u>	67,577	30,669
Fund Balance (Deficit), Beginning Of Year			(965,812)	(30,669)
Fund Balance (Deficit), End Of Year			<u>(\$ 898,235)</u>	<u>\$ -</u>

Plus Ending Encumbrances	Actual Amounts Budgetary Basis	Variance With Final Budget Positive (Negative)
\$ -	\$ 1,517,255	(\$ 12,749)
-	929	929
-	156,704	156,704
-	600	600
-	1,675,488	145,484
-	5,689	(5,689)
12,844	1,584,288	(54,284)
-	109	(109)
12,844	1,590,086	(60,082)
(12,844)	85,402	\$ 268,682
-	(996,481)	
(\$ 12,844)	(\$ 911,079)	

CITY OF JOLIET, ILLINOIS

Tax Incremental Financing Fund #1
Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis)
For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Taxes	\$ 2,350,000	\$ 2,350,000	\$ 2,697,939	\$ -
Interest Earnings	-	-	43,004	-
Total Revenue	<u>2,350,000</u>	<u>2,350,000</u>	<u>2,740,943</u>	<u>-</u>
Expenditures				
Streets And Bridges				
Property And Projects	2,035,000	2,035,000	2,326,547	-
Other	-	-	144	-
Total Expenditures	<u>2,035,000</u>	<u>2,035,000</u>	<u>2,326,691</u>	<u>-</u>
Revenue Over (Under) Expenditures	315,000	315,000	414,252	-
Other Financing (Uses)				
Transfers Out	(315,000)	(315,000)	(406,202)	-
Net Change In Fund Balance	<u>\$ -</u>	<u>\$ -</u>	8,050	-
Fund Balance, Beginning Of Year			<u>643</u>	<u>-</u>
Fund Balance, End Of Year			<u>\$ 8,693</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 2,697,939	\$ 347,939
-	43,004	43,004
-	2,740,943	390,943
-	2,326,547	(291,547)
-	144	(144)
-	2,326,691	(291,691)
-	414,252	99,252
-	(406,202)	(91,202)
-	8,050	\$ 8,050
-	643	
\$ -	\$ 8,693	

CITY OF JOLIET, ILLINOIS

Tax Incremental Financing Fund #2 Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Taxes	\$ 250,000	\$ 250,000	\$ 258,174	\$ -
Interest Earnings	-	-	4,233	-
Total Revenue	<u>250,000</u>	<u>250,000</u>	<u>262,407</u>	<u>-</u>
Expenditures				
Streets And Bridges				
Property And Projects	250,000	265,139	210,064 (	15,139)
Other	-	-	158	-
Total Expenditures	<u>250,000</u>	<u>265,139</u>	<u>210,222 (</u>	<u>15,139)</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>(\$ 15,139)</u>	52,185	15,139
Fund Balance, Beginning Of Year			<u>89,361 (</u>	<u>15,139)</u>
Fund Balance, End Of Year			<u>\$ 141,546</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 258,174	\$ 8,174
-	4,233	4,233
-	262,407	12,407
-	194,925	70,214
-	158	(158)
-	195,083	70,056
-	67,324	\$ 82,463
-	74,222	
<u>\$ -</u>	<u>\$ 141,546</u>	

CITY OF JOLIET, ILLINOIS

Coliseum Fund

Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis)
For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Property Taxes	\$ 81,271	\$ 81,271	\$ 81,040	\$ -
Income Tax	243,877	243,877	243,877	-
Interest Earnings	30	30	96	-
Rentals And Fees	22,500	22,500	12,376	-
Other	-	-	171	-
Total Revenue	<u>347,678</u>	<u>347,678</u>	<u>337,560</u>	<u>-</u>
Expenditures				
Culture And Recreation				
Personnel Services	228,945	228,060	227,326	-
Personnel Benefits	200	75	75	-
Professional Services	17,117	20,675	21,297	(117)
Property Services	8,750	8,500	6,524	-
Other Services	6,526	7,005	7,145	-
Supplies	44,380	38,305	34,625	-
Property And Projects	20,000	24,057	26,089	-
Total Expenditures	<u>325,918</u>	<u>326,677</u>	<u>323,081</u>	<u>(117)</u>
Net Change In Fund Balance	<u>\$ 21,760</u>	<u>\$ 21,001</u>	14,479	117
Fund Balance, Beginning Of Year			<u>2,503</u>	<u>(117)</u>
Fund Balance, End Of Year			<u>\$ 16,982</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 81,040	(\$ 231)
-	243,877	-
-	96	66
-	12,376	(10,124)
-	171	171
<u>-</u>	<u>337,560</u>	<u>(10,118)</u>
-	227,326	734
-	75	-
-	21,180	(505)
-	6,524	1,976
-	7,145	(140)
-	34,625	3,680
-	26,089	(2,032)
<u>-</u>	<u>322,964</u>	<u>3,713</u>
-	14,596	(\$ 6,405)
<u>-</u>	<u>2,386</u>	
<u>\$ -</u>	<u>\$ 16,982</u>	

CITY OF JOLIET, ILLINOIS

Motor Fuel Tax Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
State Allotments	\$ 4,260,075	\$ 4,260,075	\$ 4,280,565	\$ -
Interest Earnings	45,000	45,000	226,994	-
Total Revenue	<u>4,305,075</u>	<u>4,305,075</u>	<u>4,507,559</u>	<u>-</u>
Expenditures				
Street And Bridges				
Project Expenditures	<u>4,408,306</u>	<u>8,319,771</u>	<u>2,797,902</u>	<u>(1,287,903)</u>
Total Expenditures	<u>4,408,306</u>	<u>8,319,771</u>	<u>2,797,902</u>	<u>(1,287,903)</u>
Net Change In Fund Balance	<u>(\$ 103,231)</u>	<u>(\$ 4,014,696)</u>	1,709,657	1,287,903
Fund Balance, Beginning Of Year			<u>4,088,748</u>	<u>(1,287,903)</u>
Fund Balance, End Of Year			<u>\$ 5,798,405</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 4,280,565	\$ 20,490
-	226,994	181,994
-	4,507,559	202,484
1,171,212	2,681,211	5,638,560
1,171,212	2,681,211	5,638,560
(1,171,212)	1,826,348	\$ 5,841,044
-	2,800,845	
(\$ 1,171,212)	\$ 4,627,193	

CITY OF JOLIET, ILLINOIS

Community Development Block Grant Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Federal Grants	\$ 930,219	\$ 930,219	\$ 1,215,222	\$ -
Charges For Services	51,500	51,500	62,336	-
Rentals And Fees	-	-	238	-
Other	180,477	180,477	648	-
Total Revenue	<u>1,162,196</u>	<u>1,162,196</u>	<u>1,278,444</u>	<u>-</u>
Expenditures				
Community Development				
Personnel Services	646,193	647,677	635,334	-
Professional Services	225,300	316,201	237,273	(63,076)
Property Services	8,775	8,725	4,631	-
Other Services	9,424	7,216	10,658	-
Supplies	3,200	2,696	3,199	-
Property And Projects	45,940	250	9,413	-
Other	17,772	10,830	-	-
Total Expenditures	<u>956,604</u>	<u>993,595</u>	<u>900,508</u>	<u>(63,076)</u>
Revenue Over (Under) Expenditures	205,592	168,601	377,936	63,076
Other Financing Sources (Uses)				
Sale Of Capital Assets	-	-	34,060	-
Transfers In	-	-	127,923	-
Transfers Out	(100,000)	(100,000)	-	-
Net Change In Fund Balance	<u>\$ 105,592</u>	<u>\$ 68,601</u>	539,919	63,076
Fund Balance (Deficit), Beginning Of Year			(882,328)	(63,076)
Fund Balance (Deficit), End Of Year			<u>(\$ 342,409)</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 1,215,222	\$ 285,003
-	62,336	10,836
-	238	238
-	648	(179,829)
-	1,278,444	116,248
-	635,334	12,343
121,905	296,102	20,099
-	4,631	4,094
-	10,658	(3,442)
-	3,199	(503)
7,523	16,936	(16,686)
-	-	10,830
129,428	966,860	26,735
(129,428)	311,584	142,983
-	34,060	34,060
-	127,923	127,923
-	-	100,000
(129,428)	473,567	\$ 404,966
-	(945,404)	
(\$ 129,428)	(\$ 471,837)	

CITY OF JOLIET, ILLINOIS

Evergreen Terrace II Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts GAAP Basis</u>	<u>Less Beginning Encumbrances</u>
Revenue				
Federal Grants	\$ 1,072,396	\$ 1,072,396	\$ 1,011,600	\$ -
Total Revenue	<u>1,072,396</u>	<u>1,072,396</u>	<u>1,011,600</u>	<u>-</u>
Expenditures				
Community Development				
Assistance Payments	1,014,000	1,014,000	952,342	-
Administration Fee	<u>58,396</u>	<u>58,396</u>	<u>59,258</u>	<u>-</u>
Total Expenditures	<u>1,072,396</u>	<u>1,072,396</u>	<u>1,011,600</u>	<u>-</u>
Net Change In Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	-
Fund Balance, Beginning Of Year			<u>87,539</u>	<u>-</u>
Fund Balance, End Of Year			<u>\$ 87,539</u>	<u>\$ -</u>

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 1,011,600	(\$ 60,796)
-	1,011,600	(60,796)
-	952,342	61,658
-	59,258	(862)
-	1,011,600	60,796
-	-	\$ -
-	87,539	
\$ -	\$ 87,539	

NONMAJOR DEBT SERVICE FUND

This fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Corporate Bond And Interest Fund - Accounts for the payment of principal and interest on general obligation bonds.

CITY OF JOLIET, ILLINOIS

Corporate Bond And Interest Fund Schedule Of Revenue, Expenditures And Changes In Fund Balance - Budget And Actual (Budgetary Basis) For The Year Ended December 31, 2006

	Original Budget	Final Budget	Actual Amounts GAAP Basis	Less Beginning Encumbrances
Revenue				
Property Taxes	\$ -	\$ -	\$ 637	\$ -
Interest Earnings	-	-	30	-
Total Revenue	-	-	667	-
Expenditures				
Debt Service				
Principal	585,000	585,000	585,000	-
Interest	537,344	537,344	537,344	-
Other	-	-	700	-
Total Expenditures	1,122,344	1,122,344	1,123,044	-
Revenue Over (Under) Expenditures	(1,122,344)	(1,122,344)	(1,122,377)	-
Other Financing Sources				
Transfers In	1,122,344	1,122,344	1,123,044	-
Net Change In Fund Balance	\$ -	\$ -	667	-
Fund Balance, Beginning Of Year			52,049	-
Fund Balance, End Of Year			\$ 52,716	\$ -

<u>Plus Ending Encumbrances</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Positive (Negative)</u>
\$ -	\$ 637	\$ 637
-	30	30
-	667	667
-	585,000	-
-	537,344	-
-	700	(700)
-	1,123,044	(700)
-	(1,122,377)	(33)
-	1,123,044	700
-	667	\$ 667
-	52,049	
\$ -	\$ 52,716	

NONMAJOR CAPITAL PROJECTS FUNDS

These funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary or trust funds.

Neighborhood Improvement Fund - Accounts for expenditures of funds transferred in from the General Fund, Street And Bridge Fund, and the Waterworks And Sewerage Fund for various neighborhood street improvements.

Property Improvement Fund - Accounts for expenditures for monies received from taxpayers for their portion of property improvement expenditures.

2002 Bond Fund - Accounts for the proceeds from the 2002 series bond issue which will be used to finance street improvements.

CITY OF JOLIET, ILLINOIS

All Nonmajor Capital Projects Funds Combining Balance Sheet December 31, 2006

ASSETS	Neighborhood Improvement Fund	Property Improvement Fund	2002 Bond Fund
Cash	\$ -	\$ 5,423	\$ 144
Investments	-	292,489	2,243
Accrued Interest	-	928	50
Receivables - Property Owners (Net)	-	20,005	-
Internal Receivables	<u>376,060</u>	<u>212</u>	<u>-</u>
Total Assets	<u>\$ 376,060</u>	<u>\$ 319,057</u>	<u>\$ 2,437</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Vouchers Payable	\$ 39,994	\$ -	\$ -
Customer Deposits And Credits	-	61,033	-
Deferred Revenue - Property Owners	-	13,329	-
Internal Payables	<u>1,435,385</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>1,475,379</u>	<u>74,362</u>	<u>-</u>
Fund Balances (Deficits)			
Reserved For Encumbrances	1,988,440	50,175	-
Unreserved	<u>(3,087,759)</u>	<u>194,520</u>	<u>2,437</u>
Total Fund Balances (Deficits)	<u>(1,099,319)</u>	<u>244,695</u>	<u>2,437</u>
Total Liabilities And Fund Balances	<u>\$ 376,060</u>	<u>\$ 319,057</u>	<u>\$ 2,437</u>

Total

\$ 5,567
294,732
978
20,005
376,272

\$ 697,554

\$ 39,994
61,033
13,329
1,435,385

1,549,741

2,038,615
(2,890,802)

(852,187)

\$ 697,554

CITY OF JOLIET, ILLINOIS

All Nonmajor Capital Projects Funds
Combining Statement Of Revenue, Expenditures
And Changes In Fund Balances
For The Year Ended December 31, 2006

	Neighborhood Improvement Fund	Property Improvement Fund	2002 Bond Fund
Revenue			
Interest Earnings	\$ -	\$ 13,183	\$ 681
Property Owner Assessments	-	69,864	-
Total Revenue	<u>-</u>	<u>83,047</u>	<u>681</u>
Expenditures			
Streets And Bridges	1,773,660	-	6,853
Culture And Recreation	98,450	-	-
Capital Projects	<u>4,440,447</u>	<u>44,287</u>	<u>4,803</u>
Total Expenditures	<u>6,312,557</u>	<u>44,287</u>	<u>11,656</u>
Revenue Over (Under) Expenditures	(6,312,557)	38,760	(10,975)
Other Financing Sources (Uses)			
Transfers In	8,310,589	-	-
Transfers Out	<u>(1,223,044)</u>	<u>-</u>	<u>-</u>
Net Change In Fund Balance	774,988	38,760	(10,975)
Fund Balances (Deficits), Beginning Of Year	(1,874,307)	205,935	13,412
Fund Balances (Deficits), End Of Year	<u>(\$ 1,099,319)</u>	<u>\$ 244,695</u>	<u>\$ 2,437</u>

<u>Total</u>	
\$	13,864
	<u>69,864</u>
	83,728
	 1,780,513
	98,450
	<u>4,489,537</u>
	 <u>6,368,500</u>
(	6,284,772)
	 8,310,589
(	<u>1,223,044)</u>
	 802,773
(	<u>1,654,960)</u>
(\$	<u>852,187)</u>

PENSION TRUST FUNDS

These funds are used to accumulate resources for the payment of retirement benefits.

Joliet Police Pension Fund and Joliet Firefighters' Pension Fund - Account for property tax revenue and contributions from participants used to fund the respective pension plans and payments to beneficiaries in accordance with the Illinois Pension Code.

CITY OF JOLIET, ILLINOIS

Pension Trust Funds Combining Statement Of Net Assets December 31, 2006

	Joliet Police Pension Fund	Joliet Firefighters' Pension Fund	Total
ASSETS			
Cash	\$ 147,682	\$ 5,193	\$ 152,875
Investments, At Fair Value			
U.S. Government And Agency Securities	17,584,085	9,957,596	27,541,681
U.S. Government Sponsored Agency Securities	32,484,663	9,417,086	41,901,749
Insurance Annuities	-	12,642,079	12,642,079
Certificates Of Deposit	-	8,947,542	8,947,542
Money Market Mutual Funds	7,319,704	1,490,480	8,810,184
Mutual Funds	36,148,115	4,395,736	40,543,851
Common Stock	-	12,360,496	12,360,496
Total Investments	<u>93,536,567</u>	<u>59,211,015</u>	<u>152,747,582</u>
Accrued Interest Receivable	670,850	356,877	1,027,727
Other Receivables	<u>39,641</u>	<u>-</u>	<u>39,641</u>
Total Assets	<u>94,394,740</u>	<u>59,573,085</u>	<u>153,967,825</u>
LIABILITIES			
Accrued Investment Expenses	8,769	32,802	41,571
Miscellaneous Payable	<u>-</u>	<u>51,877</u>	<u>51,877</u>
Total Liabilities	<u>8,769</u>	<u>84,679</u>	<u>93,448</u>
NET ASSETS			
Held In Trust For Pension Benefits	<u>\$ 94,385,971</u>	<u>\$ 59,488,406</u>	<u>\$ 153,874,377</u>

CITY OF JOLIET, ILLINOIS

Pension Trust Funds Combining Statement Of Changes In Net Assets For The Year Ended December 31, 2006

	Joliet Police Pension Fund	Joliet Firefighters' Pension Fund	Total
Additions			
Contributions			
Employer Contributions	\$ 4,450,585	\$ 3,842,636	\$ 8,293,221
Plan Member Contributions	<u>2,382,528</u>	<u>1,435,190</u>	<u>3,817,718</u>
Total Contributions	<u>6,833,113</u>	<u>5,277,826</u>	<u>12,110,939</u>
Investment Income			
Net Appreciation In Fair Value Of Investments	3,007,631	2,862,765	5,870,396
Interest And Dividends	<u>4,843,513</u>	<u>1,596,991</u>	<u>6,440,504</u>
	7,851,144	4,459,756	12,310,900
Less Investment Expenses	<u>105,878</u>	<u>136,544</u>	<u>242,422</u>
Net Investment Income	<u>7,745,266</u>	<u>4,323,212</u>	<u>12,068,478</u>
Miscellaneous Income	<u>84,463</u>	<u>-</u>	<u>84,463</u>
Total Additions	<u>14,662,842</u>	<u>9,601,038</u>	<u>24,263,880</u>
Deductions			
Pension Expense, Benefit Payments	4,929,535	5,570,021	10,499,556
Refunds To Terminated Employees	77,760	-	77,760
Administrative And Other Expenses	<u>71,903</u>	<u>61,534</u>	<u>133,437</u>
Total Deductions	<u>5,079,198</u>	<u>5,631,555</u>	<u>10,710,753</u>
Net Increase	9,583,644	3,969,483	13,553,127
Net Assets Held In Trust For Pension Benefits			
Beginning Of Year	<u>84,802,327</u>	<u>55,518,923</u>	<u>140,321,250</u>
End Of Year	<u>\$ 94,385,971</u>	<u>\$ 59,488,406</u>	<u>\$ 153,874,377</u>

GOVERNMENTAL CAPITAL ASSETS

CITY OF JOLIET, ILLINOIS

Schedule Of Governmental Capital Assets By Function And Activity December 31, 2006

Function And Activity:	<u>Total</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>
General Government				
Mayor And City Council	\$ 46,520	\$ -	\$ -	\$ -
Liquor Commissioner	1,546	-	-	-
City Clerk	34,036	-	-	-
City Manager	44,103	-	-	-
Deputy City Manager	89,182	-	-	-
Visitor Services	12,895	-	-	-
Management And Budget	87,669	-	-	-
Finance Administration	6,356	-	-	-
Accounting	35,024	-	-	-
City Collector	46,004	-	-	-
Purchasing	24,291	-	-	-
Data Processing	1,098,798	-	-	-
Motor Maintenance - Admin.	193,145	-	-	-
Motor Maintenance - Automotive	613,115	-	40,203	-
Business License	35,340	-	-	-
Human Resources	26,040	-	-	-
Risk Management	56,923	-	-	-
Personnel	7,062	-	-	-
Buildings And Grounds	2,319,873	-	-	2,244,019
Copy Center	143,563	-	-	-
Planning	188,917	-	-	-
Neighborhood Services	530,124	454,150	-	-
Inspectional Services	242,147	-	-	-
Legal	61,350	-	-	-
Total General Government	<u>5,944,023</u>	<u>454,150</u>	<u>40,203</u>	<u>2,244,019</u>
Public Safety				
Police Department	19,292,568	-	91,838	7,103,857
Fire Department	21,884,078	338,102	-	10,675,534
Emergency Management	49,939	-	-	-
Board Of Fire And Police	6,758	-	-	-
Total Public Safety	<u>41,233,343</u>	<u>338,102</u>	<u>91,838</u>	<u>17,779,391</u>
Culture And Recreation				
Bicentennial Park	1,063,359	-	837,369	-
Gymnasium	3,248,691	-	-	3,245,175
Historical Museum	8,694,824	145,122	377,282	7,610,197
Minor League Baseball Park	28,138,732	7,936,706	-	19,644,592
Total Culture And Recreation	<u>41,145,606</u>	<u>8,081,828</u>	<u>1,214,651</u>	<u>30,499,964</u>

<u>Equipment</u>	<u>Infrastructure Improvements</u>
\$ 46,520	\$ -
1,546	-
34,036	-
44,103	-
89,182	-
12,895	-
87,669	-
6,356	-
35,024	-
46,004	-
24,291	-
1,098,798	-
193,145	-
572,912	-
35,340	-
26,040	-
56,923	-
7,062	-
75,854	-
143,563	-
188,917	-
75,974	-
242,147	-
61,350	-
<u>3,205,651</u>	<u>-</u>
12,096,873	-
10,870,442	-
49,939	-
6,758	-
<u>23,024,012</u>	<u>-</u>
225,990	-
3,516	-
562,223	-
557,434	-
<u>1,349,163</u>	<u>-</u>

(Continued)

CITY OF JOLIET, ILLINOIS

Schedule Of Governmental Capital Assets By Function And Activity December 31, 2006

Function And Activity:	<u>Total</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>
Community And Economic Development				
Parochial Schools	\$ 351,003	\$ -	\$ -	\$ -
Total Community And Economic Development	<u>351,003</u>	<u>-</u>	<u>-</u>	<u>-</u>
Public Works				
Administration	336,100	-	336,100	-
Electrical	281,304	-	-	3,069
Engineering	474,525	-	-	-
Design And Construction	85,588	-	-	-
Roadways	385,524,760	4,239,601	293,314	3,084,867
Field Operations - Sewer	<u>2,459,486</u>	<u>-</u>	<u>-</u>	<u>2,459,486</u>
Total Public Works	<u>389,161,763</u>	<u>4,239,601</u>	<u>629,414</u>	<u>5,547,422</u>
Total Governmental Capital Assets	<u>\$ 477,835,738</u>	<u>\$ 13,113,681</u>	<u>\$ 1,976,106</u>	<u>\$ 56,070,796</u>

<u>Equipment</u>	<u>Infrastructure Improvements</u>
\$ 351,003	\$ -
<u>351,003</u>	<u>-</u>
-	-
278,235	-
474,525	-
85,588	-
6,112,277	371,794,701
<u>-</u>	<u>-</u>
<u>6,950,625</u>	<u>371,794,701</u>
<u>\$ 34,880,454</u>	<u>\$ 371,794,701</u>

CITY OF JOLIET, ILLINOIS

Schedule Of Changes In Governmental Capital Assets By Function And Activity For The Year Ended December 31, 2006

Function And Activity:	General Capital Assets 12/31/05	Additions	Disposals	Transfers	General Capital Assets 12/31/06
General Government					
Mayor And City Council	\$ 45,348	\$ 1,172	\$ -	\$ -	\$ 46,520
Liquor Commissioner	1,546	-	-	-	1,546
City Clerk	21,026	-	681	13,691	34,036
City Manager	57,794	-	-	(13,691)	44,103
Deputy City Manager	11,176	78,006	-	-	89,182
Visitor Services	9,306	3,589	-	-	12,895
Management And Budget	60,935	26,734	-	-	87,669
Finance Administration	6,356	-	-	-	6,356
Accounting	31,508	3,516	-	-	35,024
City Collector	36,628	9,376	-	-	46,004
Purchasing	24,291	-	-	-	24,291
Data Processing	1,073,040	30,541	4,783	-	1,098,798
Motor Maintenance - Admin.	189,629	3,516	-	-	193,145
Motor Maintenance - Automotive	609,575	3,540	-	-	613,115
Business License	30,574	4,766	-	-	35,340
Human Resources	23,696	2,344	-	-	26,040
Risk Management	55,923	1,000	-	-	56,923
Personnel	7,062	-	-	-	7,062
Buildings And Grounds	2,311,175	8,698	-	-	2,319,873
Copy Center	138,742	4,821	-	-	143,563
Planning	169,655	19,262	-	-	188,917
Neighborhood Services	186,429	343,695	-	-	530,124
Inspectional Services	246,827	14,064	18,744	-	242,147
Legal	62,548	2,219	3,417	-	61,350
Total General Government	5,410,789	560,859	27,625	-	5,944,023
Public Safety					
Police Department	18,619,814	1,372,162	699,408	-	19,292,568
Fire Department	18,463,468	3,429,771	9,161	-	21,884,078
Emergency Management	49,939	-	-	-	49,939
Board Of Fire And Police	6,758	-	-	-	6,758
Total Public Safety	37,139,979	4,801,933	708,569	-	41,233,343
Culture And Recreation					
Bicentennial Park	956,280	107,079	-	-	1,063,359
Gymnasium	3,245,175	3,516	-	-	3,248,691
Historical Museum	8,694,824	-	-	-	8,694,824
Minor League Baseball Park	28,138,732	-	-	-	28,138,732
Total Culture And Recreation	41,035,011	110,595	-	-	41,145,606

(Continued)

CITY OF JOLIET, ILLINOIS

Schedule Of Changes In Governmental Capital Assets By Function And Activity For The Year Ended December 31, 2006

Function And Activity:	General Capital Assets 12/31/05	Additions	Disposals	Transfers	General Capital Assets 12/31/06
Community And Economic Development					
Parochial Schools	\$ 339,553	\$ 12,919	\$ 1,469	\$ -	\$ 351,003
Total Community And Economic Development	<u>339,553</u>	<u>12,919</u>	<u>1,469</u>	<u>-</u>	<u>351,003</u>
Public Works					
Administration	336,100	-	-	-	336,100
Electrical	281,304	-	-	-	281,304
Engineering	426,400	52,898	4,773	-	474,525
Design And Construction	85,588	-	-	-	85,588
Roadways	353,018,126	32,869,917	363,283	-	385,524,760
Field Operations - Sewer	2,459,486	-	-	-	2,459,486
Total Public Works	<u>356,607,004</u>	<u>32,922,815</u>	<u>368,056</u>	<u>-</u>	<u>389,161,763</u>
Total Governmental Capital Assets	<u>\$ 440,532,336</u>	<u>\$ 38,409,121</u>	<u>\$ 1,105,719</u>	<u>\$ -</u>	<u>\$ 477,835,738</u>

OTHER SCHEDULES

CITY OF JOLIET, ILLINOIS

Detailed Schedule Of Investments December 31, 2006

General Fund

Certificates Of Deposit

Bank Financial, 5.35%	\$ 2,084,004
First Community Bank, 5.25% To 5.62%	1,487,169
First Midwest Bank NA, 5.00%	536,473
First National Bank Of Illinois, 5.34% To 5.61%	4,609,066
Founders Bank - Joliet, 5.419% To 5.66%	7,206,579
Harris Bank - Joliet, 5.243% To 5.50%	17,177,771
The Illinois Funds, Variable	<u>4,501,800</u>

Total General Fund	<u>37,602,862</u>
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Special Revenue Funds

Street And Bridge Fund

The Illinois Funds, Variable	<u>2,025,782</u>
	<u>2,025,782</u>

Tax Increment Financing Fund #2

Certificates Of Deposit

First Midwest Bank NA, 4.85%	<u>142,005</u>
	<u>142,005</u>

Motor Fuel Tax Fund

Certificates Of Deposit

Harris Bank - Joliet, 5.040% To 5.330%	<u>5,428,621</u>
	<u>5,428,621</u>

Total Special Revenue Funds	<u>7,596,408</u>
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Capital Projects Funds

Property Improvement Fund

Certificates Of Deposit

Harris Bank - Joliet, 5.21%	123,083
First Midwest Bank NA, 4.85%	<u>169,406</u>
	<u>292,489</u>

2002 Bond Fund

Certificates Of Deposit

Harris Bank - Joliet, 5.21%	<u>2,243</u>
	<u>2,243</u>

Total Capital Projects Funds	<u>294,732</u>
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(Continued)

CITY OF JOLIET, ILLINOIS

Detailed Schedule Of Investments December 31, 2006

Enterprise Funds

Waterworks And Sewerage Fund

Certificates Of Deposit

Bank Financial, 5.35%	\$ 1,413,598
First Community Bank, 5.25% To 5.62%	4,379,052
First Midwest Bank NA, 5.00%	578,527
First National Bank Of Illinois, 5.34% To 5.61%	4,127,060
Founders Bank - Joliet, 5.419% To 5.66%	21,174,904
Harris Bank - Joliet, 5.220% To 5.50%	23,701,744
The Illinois Funds, Variable	<u>3,746,212</u>

59,121,097

Waterworks And Sewerage Fund - Restricted Assets

Certificates Of Deposit

Bank Financial, 5.31%	3,558,296
First Midwest Bank NA, 3.538% To 4.22%	101,129
First National Bank Of Illinois, 5.28% To 5.56%	6,989,392
Founders Bank - Joliet, 4.90% To 5.367%	4,954,307
Harris Bank - Joliet, 5.20% To 5.242%	<u>11,267,562</u>

26,870,686

Parking Meter Fund

Certificates Of Deposit

Harris Bank - Joliet, 5.16% To 5.243%	<u>600,000</u>
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Total Enterprise Funds

86,591,783

Total Primary Government Investments

\$ 132,085,785

Trust And Agency Funds

Pension Trust Funds

Joliet Police Pension Fund

U.S. Treasury Money Market Funds	\$ 7,319,704
U.S. Treasury Obligations	17,584,085
U.S. Government Sponsored Agency Obligations	32,484,663
Mutual Funds	<u>36,148,115</u>

93,536,567

(Continued)

CITY OF JOLIET, ILLINOIS

Detailed Schedule Of Investments December 31, 2006

Pension Trust Funds (continued)	
Joliet Firefighters' Pension Fund	
U.S. Treasury Money Market Funds	\$ 1,490,480
U.S. Treasury Obligations	9,957,596
U.S. Government Sponsored Agency Obligations	9,417,086
Fixed Insurance Annuities	4,049,566
Variable Insurance Annuities (Stock Funds)	8,592,513
Certificates Of Deposit	8,947,542
Common Stock	12,360,496
Mutual Funds	4,395,736
	<u>59,211,015</u>
Total Trust And Agency Funds	<u>\$ 152,747,582</u>
Component Units	
Will County Metropolitan Exposition and Auditorium Authority	
U.S. Treasury Money Market Funds	\$ 49,867
Mutual Funds	570,482
	<u>620,349</u>
The Joliet Area Historical Museum	
Certificates Of Deposit	199,740
Mutual Funds	34,829
	<u>234,569</u>
Total Component Unit	<u>\$ 854,918</u>
Total Reported As Investments	<u>\$ 285,688,285</u>
Escrow Deposits	
	<u>Enterprise Fund</u>
LaSalle National Bank	
Bond Paying Agent Escrow	<u>\$ 4,248,012</u>
Total Escrow Deposits	<u>\$ 4,248,012</u>

CITY OF JOLIET, ILLINOIS

General Obligation Bonds Schedule Of Debt Service Requirements December 31, 2006

	Series 2005		
	Interest	Principal	Total
2007	\$ 508,794	\$ 615,000	\$ 1,123,794
2008	490,344	640,000	1,130,344
2009	471,144	665,000	1,136,144
2010	447,869	695,000	1,142,869
2011	423,544	725,000	1,148,544
2012	398,169	755,000	1,153,169
2013	369,856	790,000	1,159,856
2014	338,256	825,000	1,163,256
2015	305,256	860,000	1,165,256
2016	270,856	895,000	1,165,856
2017	232,819	935,000	1,167,819
2018	193,081	980,000	1,173,081
2019	151,431	1,025,000	1,176,431
2020	104,025	1,070,000	1,174,025
2021	<u>53,200</u>	<u>1,120,000</u>	<u>1,173,200</u>
	<u>\$ 4,758,644</u>	<u>\$ 12,595,000</u>	<u>\$ 17,353,644</u>

CITY OF JOLIET, ILLINOIS

Waterworks And Sewerage Fund Revenue Bonds Schedule Of Debt Service Requirements December 31, 2006

	Series 1989		Series 2002A		Series 2003	
	Interest	Principal	Interest	Principal	Interest	Principal
2007	\$ 502,313	\$ 1,800,000	\$ 667,025	\$ 855,000	\$ 391,600	\$ -
2008	370,500	1,900,000	635,413	900,000	391,600	-
2009	229,781	2,050,000	600,099	945,000	391,600	-
2010	78,375	2,200,000	561,038	995,000	391,600	-
2011	-	-	518,695	1,045,000	391,600	-
2012	-	-	469,250	1,100,000	391,600	-
2013	-	-	412,750	1,160,000	391,600	-
2014	-	-	353,250	1,220,000	391,600	-
2015	-	-	290,625	1,285,000	391,600	-
2016	-	-	224,750	1,350,000	391,600	-
2017	-	-	155,375	1,425,000	311,800	4,200,000
2018	-	-	82,375	1,495,000	148,000	4,200,000
2019	-	-	22,500	900,000	32,000	1,600,000
2020	-	-	-	-	-	-
2021	-	-	-	-	-	-
2022	-	-	-	-	-	-
	<u>\$ 1,180,969</u>	<u>\$ 7,950,000</u>	<u>\$ 4,993,145</u>	<u>\$ 14,675,000</u>	<u>\$ 4,407,800</u>	<u>\$ 10,000,000</u>

Series 2004		Series 2006		Total		
Interest	Principal	Interest	Principal	Interest	Principal	Total
\$ 1,250,000	\$ -	\$ 146,767	\$ -	\$ 2,957,705	\$ 2,655,000	\$ 5,612,705
1,250,000	-	251,500	5,000	2,899,013	2,805,000	5,704,013
1,215,000	1,400,000	250,900	25,000	2,687,380	4,420,000	7,107,380
1,145,000	1,400,000	249,900	25,000	2,425,913	4,620,000	7,045,913
1,075,000	1,400,000	248,900	25,000	2,234,195	2,470,000	4,704,195
943,750	3,850,000	247,900	25,000	2,052,500	4,975,000	7,027,500
746,250	4,050,000	246,800	30,000	1,797,400	5,240,000	7,037,400
538,750	4,250,000	245,600	30,000	1,529,200	5,500,000	7,029,200
321,250	4,450,000	244,400	30,000	1,247,875	5,765,000	7,012,875
105,000	4,200,000	243,200	30,000	964,550	5,580,000	6,544,550
-	-	242,000	30,000	709,175	5,655,000	6,364,175
-	-	240,700	35,000	471,075	5,730,000	6,201,075
-	-	225,800	710,000	280,300	3,210,000	3,490,300
-	-	177,800	1,690,000	177,800	1,690,000	1,867,800
-	-	108,800	1,760,000	108,800	1,760,000	1,868,800
-	-	36,800	1,840,000	36,800	1,840,000	1,876,800
<u>\$ 8,590,000</u>	<u>\$ 25,000,000</u>	<u>\$ 3,407,767</u>	<u>\$ 6,290,000</u>	<u>\$ 22,579,681</u>	<u>\$ 63,915,000</u>	<u>\$ 86,494,681</u>

STATISTICAL SECTION (UNAUDITED)

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources, gaming tax and property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic And Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

Sources:

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in 2001; schedules presenting government-wide information include information beginning in that year.

CITY OF JOLIET, ILLINOIS

Net Assets By Component Last Six Fiscal Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental Activities				
Invested In Capital Assets, Net Of Related Debt	\$ 352,424,325	\$ 326,102,181	\$ 360,152,976	\$ 86,309,887
Restricted	73,947	443,153	2,378,691	5,996,002
Unrestricted	<u>39,660,871</u>	<u>37,003,935</u>	<u>22,455,510</u>	<u>28,368,585</u>
Total Governmental Activities Net Assets	<u>\$ 392,159,143</u>	<u>\$ 363,549,269</u>	<u>\$ 384,987,177</u>	<u>\$ 120,674,474</u>
Business-Type Activities				
Invested In Capital Assets, Net Of Related Debt	\$ 191,243,475	\$ 160,926,084	\$ 126,911,957	\$ 125,476,392
Restricted	21,801,551	30,329,666	41,967,557	57,455,772
Unrestricted	<u>45,382,111</u>	<u>45,536,983</u>	<u>54,667,037</u>	<u>33,159,362</u>
Total Business-Type Activities Net Assets	<u>\$ 258,427,137</u>	<u>\$ 236,792,733</u>	<u>\$ 223,546,551</u>	<u>\$ 216,091,526</u>
Primary Government				
Invested In Capital Assets, Net Of Related Debt	\$ 543,667,800	\$ 487,028,265	\$ 487,064,933	\$ 211,786,279
Restricted	21,875,498	30,772,819	44,346,248	63,451,774
Unrestricted	<u>85,042,982</u>	<u>82,540,918</u>	<u>77,122,547</u>	<u>61,527,947</u>
Total Primary Government Net Assets	<u>\$ 650,586,280</u>	<u>\$ 600,342,002</u>	<u>\$ 608,533,728</u>	<u>\$ 336,766,000</u>

Note: The City adopted the provisions of GASB Statement No. 34 in 2001.

<u>2002</u>	<u>2001</u>
\$ 67,379,209	\$ 36,457,143
5,735,921	-
<u>36,276,858</u>	<u>57,988,995</u>
<u>\$ 109,391,988</u>	<u>\$ 94,446,138</u>
\$ 121,166,419	\$ 102,771,349
59,207,243	41,356,775
<u>24,159,681</u>	<u>52,052,601</u>
<u>\$ 204,533,343</u>	<u>\$ 196,180,725</u>
\$ 188,545,628	\$ 139,228,492
64,943,164	41,356,775
<u>60,436,539</u>	<u>110,041,596</u>
<u>\$ 313,925,331</u>	<u>\$ 290,626,863</u>

CITY OF JOLIET, ILLINOIS

Changes In Net Assets Last Six Fiscal Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenses				
Governmental Activities:				
General Government	\$ 30,177,100	\$ 26,479,336	\$ 21,136,148	\$ 33,458,034
Public Safety	77,682,191	64,257,408	58,088,148	44,131,651
Streets And Bridges	30,184,312	24,913,102	18,501,104	15,940,636
Refuse Disposal	8,266,788	7,607,550	7,042,401	6,265,563
Culture And Recreation	4,593,641	3,195,445	4,333,036	1,133,923
Community Development	8,098,295	7,437,589	6,294,071	4,899,997
Public Works	1,850,526	3,420,123	10,215,319	8,802,943
Interest On Long-Term Debt	552,000	361,466	756,466	1,253,236
Total Governmental Activities Expenses	<u>161,404,853</u>	<u>137,672,019</u>	<u>126,366,693</u>	<u>115,885,983</u>
Business-type Activities:				
Water And Sewer	27,438,111	28,365,348	25,057,297	23,517,764
Parking Facilities	1,136,609	1,122,023	1,095,445	943,199
Total Business-type Activities Expenses	<u>28,574,720</u>	<u>29,487,371</u>	<u>26,152,742</u>	<u>24,460,963</u>
 Total Primary Government Expenses	 <u>\$189,979,573</u>	 <u>\$167,159,390</u>	 <u>\$152,519,435</u>	 <u>\$140,346,946</u>
 Program Revenues				
Governmental Activities:				
Charges for Services				
General Government	\$ 5,118,941	\$ 6,020,650	\$ 4,359,196	\$ 7,160,406
Public Safety	5,361,136	4,228,209	5,057,092	3,611,304
Streets And Bridges	256,772	288,520	128,792	361
Refuse Disposal	5,458,214	3,959,888	2,977,891	1,971,150
Culture And Recreation	387,962	461,577	300,303	31,156
Community Development	121,832	316,044	165,511	95,345
Public Works	2,951,342	2,726,988	1,930,063	-
Operating Grants And Contributions	16,043,215	14,001,110	14,952,329	15,699,900
Capital Grants And Contributions	31,230,684	20,681,752	4,025,595	4,923,647
Total Governmental Activities Program Revenues	<u>66,930,098</u>	<u>52,684,738</u>	<u>33,896,772</u>	<u>33,493,269</u>
Business-Type Activities:				
Charges For Services				
Water And Sewer	34,758,371	34,240,733	31,146,539	29,425,795
Parking Facilities	1,051,746	1,023,457	1,059,721	992,997
Capital Grants And Contributions	10,831,934	7,752,232	4,976,942	4,276,788
Total Business-Type Activities Program Revenues	<u>46,642,051</u>	<u>43,016,422</u>	<u>37,183,202</u>	<u>34,695,580</u>
Total Primary Government Program Revenues	<u>\$113,572,149</u>	<u>\$ 95,701,160</u>	<u>\$ 71,079,974</u>	<u>\$ 68,188,849</u>

Note: The City adopted the provisions of GASB Statement No. 34 in 2001.

<u>2002</u>	<u>2001</u>
\$ 27,761,738	\$ 28,737,668
42,184,458	37,845,502
18,678,781	17,072,768
5,933,494	4,395,113
8,753,967	7,469,003
5,631,819	4,488,319
2,743,580	5,164,688
1,830,078	1,678,302
<u>113,517,915</u>	<u>106,851,363</u>
23,549,035	21,206,516
984,547	866,328
<u>24,533,582</u>	<u>22,072,844</u>
<u>\$ 138,051,497</u>	<u>\$ 128,924,207</u>

\$ 5,930,309	\$ 4,360,560
3,454,361	2,887,599
-	-
841,973	-
14,142	26,945
112,549	59,637
-	-
17,428,436	15,136,908
4,990,159	5,683,557
<u>32,771,929</u>	<u>28,155,206</u>

26,035,035	25,149,590
837,465	839,979
3,903,700	6,098,948
<u>30,776,200</u>	<u>32,088,517</u>
<u>\$ 63,548,129</u>	<u>\$ 60,243,723</u>

Continued

CITY OF JOLIET, ILLINOIS

Changes In Net Assets Last Six Fiscal Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Net (Expense)/Revenue				
Governmental Activities	(\$ 94,474,755)	(\$ 84,987,281)	(\$ 92,469,921)	(\$ 82,392,714)
Business-Type Activities	<u>18,067,331</u>	<u>13,529,051</u>	<u>11,030,460</u>	<u>10,234,617</u>
 Total Primary Government Net Expense	 (\$ 76,407,424)	 (\$ 71,458,230)	 (\$ 81,439,461)	 (\$ 72,158,097)
 General Revenues And Other Changes In Net Assets				
Governmental Activities:				
Taxes:				
Property Taxes	\$ 25,955,040	\$ 22,551,564	\$ 20,599,641	\$ 20,613,547
Gaming Taxes	34,864,387	31,721,572	28,775,086	29,494,839
State Sales Taxes	14,278,272	14,971,255	11,157,279	10,084,364
Home Rule Sales Taxes	17,018,542	16,014,490	14,877,701	14,230,294
Utility Taxes	6,400,816	6,859,743	6,253,810	5,466,461
State Income Taxes	8,138,568	5,022,638	4,146,509	3,429,284
Other Taxes	12,265,660	12,194,825	10,760,752	7,498,295
Interest And Investment Earnings	2,219,941	984,894	508,142	1,018,260
Other General Revenues	608,008	332,969	587,541	1,569,856
Special Item - Loss On Disposal Of Assets	-	(379,137)	-	-
Transfers	<u>1,335,395</u>	<u>4,264,034</u>	<u>4,331,528</u>	<u>270,000</u>
Total Governmental Activities General				
Revenues And Other	<u>123,084,629</u>	<u>114,538,847</u>	<u>101,997,989</u>	<u>93,675,200</u>
Business-Type Activities:				
Interest And Investment Earnings	4,902,468	3,981,165	2,216,172	1,593,566
Special Item - Loss On Disposal Of Assets	-	-	(1,460,079)	-
Transfers	(1,335,395)	(4,264,034)	(4,331,528)	(270,000)
Total Business-Type Activities General				
Revenues And Other	<u>3,567,073</u>	<u>(282,869)</u>	<u>(3,575,435)</u>	<u>1,323,566</u>
Total Primary Government General				
Revenues And Other	<u>\$ 126,651,702</u>	<u>\$ 114,255,978</u>	<u>\$ 98,422,554</u>	<u>\$ 94,998,766</u>
 Change In Net Assets				
Governmental Activities	\$ 28,609,874	\$ 29,551,566	\$ 9,528,068	\$ 11,282,486
Business-Type Activities	<u>21,634,404</u>	<u>13,246,182</u>	<u>7,455,025</u>	<u>11,558,183</u>
 Total Primary Government	 <u>\$ 50,244,278</u>	 <u>\$ 42,797,748</u>	 <u>\$ 16,983,093</u>	 <u>\$ 22,840,669</u>
 Other Changes In Net Assets				
Governmental Activities:				
Adjustment To Beginning Of The Year Net				
Assets To Record Infrastructure	<u>\$ -</u>	<u>(\$ 50,989,474)</u>	<u>\$ 254,784,635</u>	<u>\$ -</u>

Note: The City adopted the provisions of GASB Statement No. 34 in 2001.

<u>2002</u>	<u>2001</u>
(\$ 80,745,986)	(\$ 78,696,157)
<u>6,242,618</u>	<u>10,015,673</u>

<u>(\$ 74,503,368)</u>	<u>(\$ 68,680,484)</u>
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\$ 18,019,941	\$ 15,605,490
32,858,253	33,180,133
8,554,478	8,104,845
13,612,232	13,218,807
5,379,450	4,939,505
3,646,905	6,583,473
6,572,253	6,044,392
1,797,646	2,916,297
4,920,678	1,855,967
-	-
<u>330,000</u>	<u>(1,265,000)</u>

<u>95,691,836</u>	<u>91,183,909</u>
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2,440,000	4,287,846
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<u>(330,000)</u>	<u>1,265,000</u>
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<u>2,110,000</u>	<u>5,552,846</u>
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<u>\$ 97,801,836</u>	<u>\$ 96,736,755</u>
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\$ 14,945,850	\$ 12,487,752
<u>8,352,618</u>	<u>15,568,519</u>

<u>\$ 23,298,468</u>	<u>\$ 28,056,271</u>
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<u>\$ -</u>	<u>\$ -</u>
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CITY OF JOLIET, ILLINOIS

Fund Balances, Governmental Funds Last Ten Fiscal Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund				
Reserved	\$ 3,204,129	\$ 4,498,398	\$ 3,622,430	\$ 2,158,874
Unreserved	<u>47,019,728</u>	<u>30,232,094</u>	<u>17,342,471</u>	<u>18,507,621</u>
Total General Fund	<u>\$ 50,223,857</u>	<u>\$ 34,730,492</u>	<u>\$ 20,964,901</u>	<u>\$ 20,666,495</u>
 All Other Governmental Funds				
Reserved	\$ 4,512,388	\$ 4,932,273	\$ 5,510,138	\$ 6,945,817
Unreserved, Reported In:				
Special Revenue Funds	12,205,079	8,611,521	(611,083)	(3,634,507)
Debt Service Funds	52,716	52,049	1,627,022	3,498,285
Capital Projects Funds	<u>(2,890,802)</u>	<u>(4,568,644)</u>	<u>(7,179,114)</u>	<u>(14,169,358)</u>
Total All Other Governmental Funds	<u>\$ 13,879,381</u>	<u>\$ 9,027,199</u>	<u>(\$ 653,037)</u>	<u>(\$ 7,359,763)</u>

<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
\$ 1,591,299	\$ 1,852,973	\$ 3,607,719	\$ 3,988,136	\$ 11,566,585	\$ 8,051,769
<u>17,328,144</u>	<u>16,962,599</u>	<u>22,490,870</u>	<u>40,157,342</u>	<u>28,666,631</u>	<u>27,929,228</u>
<u>\$ 18,919,443</u>	<u>\$ 18,815,572</u>	<u>\$ 26,098,589</u>	<u>\$ 44,145,478</u>	<u>\$ 40,233,216</u>	<u>\$ 35,980,997</u>
\$ 9,864,742	\$ 20,400,937	\$ 4,281,226	\$ 3,903,658	\$ 3,252,104	\$ 5,536,372
(2,742,427)	(104,428)	845,453	2,107,122	2,814,397	(154,545)
18,908,150	24,690,233	28,215,620	5,248,595	5,713,571	7,665,558
<u>(12,802,744)</u>	<u>(22,484,752)</u>	<u>(1,312,029)</u>	<u>(1,303,960)</u>	<u>(1,263,128)</u>	<u>(1,537,676)</u>
<u>\$ 13,227,721</u>	<u>\$ 22,501,990</u>	<u>\$ 32,030,270</u>	<u>\$ 9,955,415</u>	<u>\$ 10,516,944</u>	<u>\$ 11,509,709</u>

CITY OF JOLIET, ILLINOIS

Changes In Fund Balances, Governmental Funds Last Ten Fiscal Years

	2006	2005	2004	2003
Revenues				
Property Taxes	\$ 25,955,040	\$ 22,551,564	\$ 20,599,641	\$ 18,025,877
Other Taxes	103,289,592	95,167,814	85,864,434	82,740,626
Federal, State And Private Grants				
And Allotments	8,612,533	8,062,111	7,712,286	7,562,451
Charges For Services	4,459,979	4,171,023	3,959,040	3,416,549
Interest Earnings	2,219,941	984,894	508,142	1,018,260
Licenses, Permits, Rentals And Fees	14,715,231	13,881,396	10,440,992	8,166,883
Fines	1,176,800	1,197,945	1,132,557	1,022,829
Special Assessments	242,658	569,421	547,993	634,982
Other	1,272,442	1,183,026	1,101,058	1,423,220
Total Revenues	<u>161,944,216</u>	<u>147,769,194</u>	<u>131,866,143</u>	<u>124,011,677</u>
Expenditures				
Current:				
General Government	11,821,623	11,441,358	10,708,320	8,314,213
Public Safety	54,508,454	49,959,829	45,075,157	43,578,585
Streets And Bridges	21,410,705	23,341,457	16,804,960	16,696,391
Refuse Disposal	8,254,884	7,607,550	7,042,401	6,265,563
Culture And Recreation	4,240,117	2,957,061	3,166,094	292,358
Employee Benefits And Pension Plans	31,974,841	29,636,038	25,766,432	24,775,119
Community Development	5,548,019	5,491,588	5,408,402	4,854,877
Capital Projects	10,551,061	7,653,425	13,350,124	22,551,160
Debt Service - Principal	585,000	2,355,000	2,350,000	15,190,766
Debt Service - Interest And Fees	538,044	352,451	757,616	1,254,299
Total Expenditures	<u>149,432,748</u>	<u>140,795,757</u>	<u>130,429,506</u>	<u>143,773,331</u>
Revenue Over (Under) Expenditures	<u>12,511,468</u>	<u>6,973,437</u>	<u>1,436,637</u>	<u>(19,761,654)</u>
Other Financing Sources (Uses)				
Issuance Of Bonds	-	12,855,000	-	-
Premium On Bonds Sold	-	252,184	-	-
Issuance Of Loans	696,581	-	-	-
Proceeds From Sale Of Capital Assets	35,360	23,837	25,390	3,437
Transfer To Escrow Paying Agent	-	(12,882,798)	-	-
Transfer To Component Unit	-	-	-	-
Transfers In	19,957,908	24,198,472	29,675,651	24,512,561
Transfers Out	(17,026,488)	(18,274,422)	(24,132,546)	(23,594,776)
Total Other Financing Sources (Uses)	<u>3,663,361</u>	<u>6,172,273</u>	<u>5,568,495</u>	<u>921,222</u>
Net Change In Fund Balances	<u>\$ 16,174,829</u>	<u>\$ 13,145,710</u>	<u>\$ 7,005,132</u>	<u>(\$ 18,840,432)</u>
Other Change In Fund Balances				
Adjustments To Prior Year Balances	<u>\$ 4,170,718</u>	<u>\$ 10,300,117</u>	<u>\$ -</u>	<u>\$ -</u>
Debt Service As A Percentage Of Noncapital Expenditures	<u>0.8%</u>	<u>2.1%</u>	<u>2.7%</u>	<u>13.0%</u>
Expenditures Capitalized As Assets	<u>\$ 11,807,784</u>	<u>\$ 11,848,044</u>	<u>\$ 13,502,517</u>	<u>\$ 16,807,510</u>

The cumulative effect of fund balance adjustments was reported as a restatement of the beginning fund balance, as restating all prior periods was not practicable.

n/a - the City did not report capital assets in 1997.

2002	2001	2000	1999	1998	1997
\$ 15,983,523	\$ 13,749,103	\$ 12,351,134	\$ 11,400,116	\$ 11,119,592	\$ 8,373,908
83,660,576	84,074,484	80,540,547	73,189,447	65,427,621	61,719,319
8,873,147	7,854,213	7,929,797	6,834,425	7,726,294	7,991,299
3,466,156	2,937,484	2,421,006	2,374,058	2,072,085	1,880,099
1,797,646	2,916,297	3,589,663	2,574,295	2,607,914	2,077,915
5,823,496	3,263,302	3,052,693	3,032,518	2,853,109	2,426,073
927,636	880,345	856,053	641,912	597,173	558,762
638,514	663,761	1,029,825	1,086,818	510,454	173,757
4,860,087	1,725,360	881,826	1,121,844	1,939,970	1,437,771
<u>126,030,781</u>	<u>118,064,349</u>	<u>112,652,544</u>	<u>102,255,433</u>	<u>94,854,212</u>	<u>86,638,903</u>
10,807,733	9,624,197	9,402,732	9,370,715	9,628,324	9,894,905
41,174,286	38,177,939	35,049,988	31,752,000	29,229,112	27,778,827
19,360,913	17,675,897	15,527,832	14,723,613	15,348,512	15,182,803
5,933,494	4,395,113	4,221,320	4,067,450	2,906,065	2,760,903
24,311,699	23,586,271	253,619	252,773	230,743	264,266
20,782,865	19,616,707	18,082,179	15,701,169	14,543,931	10,389,511
5,726,726	4,518,753	4,527,816	4,727,139	4,139,027	4,465,147
20,254,927	17,159,240	19,287,668	13,031,713	15,235,586	16,728,061
5,041,853	623,047	3,513,473	3,071,916	2,527,772	6,700,673
1,830,239	1,679,180	1,134,469	1,524,106	1,331,256	1,850,256
<u>155,224,735</u>	<u>137,056,344</u>	<u>111,001,096</u>	<u>98,222,594</u>	<u>95,120,328</u>	<u>96,015,352</u>
(29,193,954)	(18,991,995)	1,651,448	4,032,839	(266,116)	(9,376,449)
15,000,000	-	-	-	2,197,065	-
-	-	-	-	-	-
-	-	-	437,557	481,704	-
104,405	371,622	30,432	-	-	-
-	-	-	-	-	-
-	(1,135,000)	-	-	-	(250,000)
28,792,302	35,311,419	44,509,209	17,877,459	18,402,213	24,705,606
(23,873,151)	(32,367,343)	(42,163,123)	(16,899,321)	(17,555,412)	(22,831,200)
<u>20,023,556</u>	<u>2,180,698</u>	<u>2,376,518</u>	<u>1,415,695</u>	<u>3,525,570</u>	<u>1,624,406</u>
(\$ 9,170,398)	(\$ 16,811,297)	\$ 4,027,966	\$ 5,448,534	\$ 3,259,454	(\$ 7,752,043)
\$ -	\$ -	\$ -	(\$ 2,097,801)	\$ -	\$ -
5.8%	2.3%	4.4%	5.1%	4.6%	n/a
<u>\$ 36,016,317</u>	<u>\$ 35,452,943</u>	<u>\$ 5,052,093</u>	<u>\$ 7,655,700</u>	<u>\$ 10,576,732</u>	<u>n/a</u>

CITY OF JOLIET, ILLINOIS

Gaming Tax Collections Last Ten Fiscal Years

Year	Gaming Privilege Tax	Gaming Admissions Tax	Total Gaming Tax Revenues
2006	\$ 30,069,186	\$ 4,795,201	\$ 34,864,387
2005	27,582,327	4,139,245	31,721,572
2004	25,043,155	3,732,232	28,775,387
2003	25,116,911	4,377,627	29,494,538
2002	27,644,263	5,213,990	32,858,253
2001	28,075,408	5,104,725	33,180,133
2000	25,807,734	4,934,026	30,741,760
1999	20,471,018	5,840,905	26,311,923
1998	15,785,471	6,641,621	22,427,092
1997	14,453,539	6,534,462	20,988,001

Source of Information: Illinois Gaming Board

Two casinos operate within the City's municipal boundaries, Empress and Harrah's. The City receives gaming taxes from the State of Illinois based on amounts deposited in the State Gaming Fund by the two casinos in accordance with the Illinois Compiled Statutes - the "Riverboat Gambling Act" (230 ILCS 10).

The Riverboat Gambling Act is a complex set of laws governing the operation and taxes related to gaming. The Act provides for the collection of two separate taxes, an admissions tax and a privilege tax, each of which have changed in amounts and percentages throughout the years.

Currently, the City receives an admissions tax - per 230 ILCS 10/12(b), "a municipality shall receive from the State \$1 for each person embarking on a riverboat docked within the municipality".

The City also receives a privilege tax based on the annual adjusted gross receipts received from gambling games - per 230 ILCS 10/13(b), "Beginning January 1, 1998, from the tax revenue deposited in the State Gaming Fund under this Section, an amount equal to 5% of adjusted gross receipts generated by a riverboat shall be paid monthly, subject to appropriation by the General Assembly, to the unit of local government that is designated as the home dock of the riverboat.

CITY OF JOLIET, ILLINOIS

Principal Gaming Taxpayers In The City Taxes Collected Last Ten Fiscal Years

Empress Casino - Joliet, Corporation

Start Date: June 17, 1992

Year	Admissions	Taxable AGR	Taxes Collected	
			State	City
2006	2,141,534	\$ 253,770,225	\$ 93,387,301	\$ 14,830,045
2005	1,923,969	238,187,848	87,173,331	13,833,362
2004	1,777,950	228,100,890	89,854,250	13,182,995
2003	1,990,689	232,534,340	80,768,383	13,617,406
2002	2,111,367	237,655,280	73,242,527	13,994,131
2001	2,374,322	260,624,220	68,061,588	15,405,533
2000	2,503,020	235,403,680	60,624,123	14,273,204
1999	3,006,470	192,716,220	48,321,332	12,642,281
1998	3,497,412	153,379,760	37,011,355	11,166,400
1997	3,407,122	136,504,791	20,737,037	10,232,361

Harrah's Casino Cruises Joliet

Start Date: May 4, 1993

Year	Admissions	Taxable AGR	Taxes Collected	
			State	City
2006	2,653,667	\$ 347,613,495	\$ 127,358,407	\$ 20,034,342
2005	2,215,276	313,458,692	126,425,020	17,888,210
2004	1,954,282	271,878,679	116,810,737	15,592,392
2003	2,386,938	269,803,880	99,849,343	15,877,132
2002	3,102,623	315,229,980	107,596,860	18,864,122
2001	2,730,403	300,883,940	80,495,582	17,774,600
2000	2,431,006	280,751,000	74,156,303	16,468,556
1999	2,834,435	216,704,140	55,345,672	13,669,642
1998	3,144,209	162,329,660	39,343,115	11,260,692
1997	3,127,340	152,565,997	26,012,240	10,755,640

Total Two Casinos Combined

Year	Admissions	Taxable AGR	Taxes Collected	
			State	City
2006	4,795,201	\$ 601,383,720	\$ 220,745,708	\$ 34,864,387
2005	4,139,245	551,646,540	213,598,351	31,721,572
2004	3,732,232	499,979,569	206,664,987	28,775,387
2003	4,377,627	502,338,220	180,617,726	29,494,538
2002	5,213,990	552,885,260	180,839,387	32,858,253
2001	5,104,725	561,508,160	148,557,170	33,180,133
2000	4,934,026	516,154,680	134,780,426	30,741,760
1999	5,840,905	409,420,360	103,667,004	26,311,923
1998	6,641,621	315,709,420	76,354,470	22,427,092
1997	6,534,462	289,070,788	46,749,277	20,988,001

Source of Information: Illinois Gaming Board

Taxable AGR - Taxable Adjusted Gross Receipts - Gross gaming receipts, less winnings paid to wagers.

CITY OF JOLIET, ILLINOIS

Equalized Assessed Valuation And Estimated Actual Valuation Last Ten Tax Years

Will County					
Tax Year	Railroad Property	Farm Property	Non-Farm Property	Total Equalized Assessed Value	Railroad Property
2006	\$ 1,172,661	\$ 3,217,504	\$ 2,459,656,829	\$ 2,464,046,994	\$ n/a
2005	1,132,249	3,292,176	2,197,505,667	2,201,930,092	-
2004	1,207,738	2,872,344	1,924,149,574	1,928,229,656	-
2003	1,201,392	3,727,488	1,764,341,631	1,769,270,511	-
2002	1,082,485	2,420,224	1,555,052,463	1,558,555,172	-
2001	1,062,691	5,754,240	1,393,764,609	1,400,581,540	-
2000	1,111,193	2,380,149	1,289,043,254	1,292,534,596	-
1999	1,079,857	2,587,894	1,143,770,365	1,147,438,116	-
1998	1,002,176	1,201,614	1,025,060,818	1,027,264,608	-
1997	888,186	1,427,268	936,650,060	938,965,514	-

Source of Information: Office of Will County Clerk and Office of Kendall County Clerk

n/a - The components of the EAV amounts for Kendall County were not available at time of printing.

Kendall County			Total Equalized Assessed Value Both Counties	City Direct Tax Rate	Total Estimated Actual Taxable Value	Equalized Assessed Value As A Percentage Of Estimated Actual Taxable Value
Farm Property	Non-Farm Property	Total Equalized Assessed Value				
\$ n/a	\$ n/a	\$ 134,180,000	\$ 2,598,226,994	1.0590	\$ 7,794,680,982	33.33%
750,581	93,298,261	94,048,842	2,295,978,934	1.0590	6,887,936,802	33.33%
767,121	75,648,413	76,415,534	2,004,645,190	1.0569	6,013,935,570	33.33%
48,002	55,761,145	55,809,147	1,825,079,658	1.0564	5,475,238,974	33.33%
70,637	36,687,794	36,758,431	1,595,313,603	1.0542	4,785,940,809	33.33%
79,976	21,328,794	21,408,770	1,421,990,310	1.0406	4,265,970,930	33.33%
165,009	15,030,450	15,195,459	1,307,730,055	1.0398	3,923,190,165	33.33%
109,119	7,615,507	7,724,626	1,155,162,742	1.1389	3,465,488,226	33.33%
20,135	2,677,925	2,698,060	1,029,962,668	1.2470	3,089,888,004	33.33%
-	-	-	938,965,514	1.3585	2,816,896,542	33.33%

CITY OF JOLIET, ILLINOIS

Direct And Overlapping Property Tax Rates Last Ten Tax Years

Tax Rates Per \$100 Assessed Valuation (1)

	2006	2005	2004	2003	2002
City Of Joliet (3)	1.0590	1.0590	1.0569	1.0564	1.0542
Will County					
(Including Forest Preserve)	0.6523	0.6861	0.6943	0.7080	0.7376
Joliet Township	0.2672	0.2780	0.2906	0.2931	0.3056
School District #204	2.0244	2.0894	2.1507	2.1721	2.2723
School District #86	2.6346	2.7192	2.8373	2.8701	3.0038
Community College #525	0.1936	0.2088	0.2142	0.2108	0.2209
Joliet Park District	0.3184	0.3371	0.3485	0.3331	0.2302
Total (4)	7.1495	7.3776	7.5925	7.6436	7.8246
	2001	2000	1999	1998	1997
City Of Joliet (3)	1.0406	1.0398	1.1389	1.2470	1.3585
Will County					
(Including Forest Preserve)	0.7584	0.7640	0.7695	0.7539	0.7699
Joliet Township	0.3197	0.3082	0.3196	0.3314	0.3368
School District #204	2.0310	1.9201	1.9498	1.9922	2.0155
School District #86	2.9734	2.9710	2.5942	2.0993	2.1384
Community College #525	0.2237	0.2217	0.2211	0.2202	0.3711
Joliet Park District	0.2455	0.2413	0.2505	0.2589	0.2633
Total (4)	7.5923	7.4661	7.2436	6.9029	7.2535

Notes:

- (1) Source of Information: Office of Will County Clerk
- (2) Includes corporate, street and bridge, street lighting, police protection and fire protection rates.
- (3) The City is a home rule unit under the 1970 Illinois State Constitution and, as such, has no statutory tax rate limitations
- (4) Representative tax rates for other governmental units are from Joliet Township tax code #3011, which represents approximately 35% of the City's 2006 EAV, the latest available.

CITY OF JOLIET, ILLINOIS

Principal Property Taxpayers In The City Current Year And Nine Years Ago

Taxpayer	Type Of Business, Property	2006 Equalized Assessed Valuation	Percentage Of Total 2006 Equalized Assessed Valuation	2006 Rank
Louis Joliet LLC	Westfield Louis Joliet Mall	\$ 23,921,801	0.92%	1
Dollar Tree Distribution Inc.	Dollar Tree Distribution Center	17,406,497	0.67%	2
Teachers Insurance & Annuity Assoc.	Rock Run Industrial Park	13,090,101	0.50%	3
Empress River Casino Co.	Empress / Gaming	12,151,101	0.47%	4
Wal-Mart RE Business Trust	Retail Store	9,663,277	0.37%	5
Menard, Inc	Home Improvement Retail	8,230,434	0.32%	6
Equity Ind. Limited Partnership IV	Toys R Us / Warehousing	6,467,444	0.25%	7
Joliet Joint Venture LLC	Laraway Crossings Industrial Park	6,379,694	0.25%	8
Industrial Property Fund	Rock Run Industrial Park	5,853,482	0.23%	9
DesPlaines Development	Harrah's / Gaming	5,787,556	0.22%	10
		<u>\$ 108,951,387</u>	<u>4.19%</u>	
Total City Assessed Valuation		<u>\$ 2,598,226,994</u>		

Taxpayer	Type Of Business, Property	1997 Equalized Assessed Valuation	Percentage Of Total 1997 Equalized Assessed Valuation	1997 Rank
Empress River Casino Co.	Empress / Gaming	\$ 8,620,403	0.92%	1
DesPlaines Development	Harrah's / Gaming	8,595,245	0.92%	2
JMB/Urban Development	Louis Joliet Mall	6,892,132	0.73%	3
Toys R Us	Warehousing	5,189,758	0.55%	4
American Store Prop.	Jewel/Osco Food Store	4,407,763	0.47%	5
Wal-Mart Properties	Department Store	4,078,064	0.43%	6
M&J LJP Parkway LP	L. J. Pointe Mall	3,658,626	0.39%	7
Super Valu Stores	Food Store	3,420,853	0.36%	8
BIJ Limited Partnership	Shopping Center	3,323,714	0.35%	9
Caterpillar	Earthmoving Equipment	2,977,152	0.32%	10
		<u>\$ 51,163,710</u>	<u>5.45%</u>	
Total City Assessed Valuation		<u>\$ 938,965,514</u>		

Note: Every effort has been made to identify the largest taxpayers. However, some taxpayers may have multiple parcels which may have been overlooked. The 2006 EAV is the most current available.

Source of Information: Office of Will County Treasurer.

CITY OF JOLIET, ILLINOIS

Property Tax Rates - Levies And Collections Last Ten Tax Years

Rates Extended	2006	2005	2004	2003
General	0.1046	0.1264	0.0855	0.1755
Police Protection	0.2164	0.2103	0.2196	0.1700
Fire Protection	0.0922	0.0706	0.0820	0.0714
Street And Bridge (Excluding Township Portion)	0.0307	0.0538	0.0447	0.0348
Street Lighting	0.0324	0.0365	0.0421	0.0466
School Crossing Guard	0.0044	0.0049	0.0057	0.0063
E.S.D.A.	0.0006	0.0006	0.0007	0.0008
Illinois Municipal Retirement Fund	0.0212	0.0239	0.0275	0.0305
Coliseum	0.0032	0.0036	0.0042	0.0046
Corporate Purpose Bond And Interest	-	-	-	-
Joliet Police Pension	0.2057	0.1947	0.1947	0.1774
Joliet Firemen Pension	0.1852	0.1679	0.1725	0.1600
Joliet Public Library	0.1624	0.1658	0.1777	0.1785
Total Rates Extended	1.0590	1.0590	1.0569	1.0564
Levies Extended (1)				
General	\$ 2,717,745	\$ 2,915,636	\$ 1,724,677	\$ 3,167,321
Police Protection	5,622,563	4,862,454	4,381,077	3,068,061
Fire Protection	2,391,166	1,631,414	1,631,865	1,285,703
Street And Bridge (Excluding Township Portion)	797,656	1,242,015	890,092	628,050
Street Lighting	841,826	842,550	840,532	841,010
School Crossing Guard	114,322	112,493	112,996	113,699
E.S.D.A.	15,589	13,775	13,877	14,438
Illinois Municipal Retirement Fund	550,824	550,986	549,121	550,446
Coliseum	83,143	82,648	83,260	83,018
Corporate Purpose Bond And Interest	-	-	-	-
Joliet Police Pension	5,344,553	4,502,017	3,889,445	3,201,611
Joliet Firemen Pension	4,811,916	3,884,454	3,445,390	2,887,586
Joliet Public Library	4,219,521	3,836,242	3,552,439	3,221,464
Total Levies Extended	\$ 27,510,824	\$ 24,476,684	\$ 21,114,771	\$ 19,062,407
Current Year Collections	\$ -	\$ 24,334,150	\$ 20,631,707	\$ 19,154,998
Subsequent Collections	-	-	32,844	-
Total Collections	\$ -	\$ 24,334,150	\$ 20,664,551	\$ 19,154,998
 Percentage Of Extensions Collected	 0.00%	 99.42%	 97.87%	 100.49%

Source of Information: Office of Will County Clerk and Office of Kendall County Clerk

Note: Tax Rates are expressed in dollars per \$100 of Assessed Valuation.

(1) The 2006 levy extension is estimated based upon the Will County extension as the Kendall County extension was not available as of the date of this report.

The Special Service Area and Tax Incremental Financing tax levies are not included in this schedule.

<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
0.2003	0.1445	0.1523	0.0513	0.0587	0.0772
0.1316	0.1463	0.1592	0.1801	0.2020	0.2348
0.0816	0.0907	0.0920	0.1041	0.1167	0.1632
0.0136	0.0187	0.0261	0.0351	0.0557	0.0522
0.0220	0.0244	0.0266	0.0301	0.0337	0.0370
0.0071	0.0079	0.0086	0.0098	0.0109	0.0120
0.0009	0.0010	0.0011	0.0012	0.0014	0.0015
0.0348	0.0386	0.0421	0.0476	0.0533	0.0585
0.0053	0.0058	0.0063	0.0072	0.0080	0.0088
-	-	-	0.1169	0.1311	0.1438
0.1970	0.1969	0.1794	0.1795	0.1747	0.1783
0.1733	0.1681	0.1496	0.1458	0.1549	0.1344
0.1867	0.1977	0.1965	0.2302	0.2459	0.2568
<u>1.0542</u>	<u>1.0406</u>	<u>1.0398</u>	<u>1.1389</u>	<u>1.2470</u>	<u>1.3585</u>
\$ 3,165,952	\$ 2,054,776	\$ 1,990,155	\$ 592,598	\$ 604,588	\$ 724,965
2,080,076	2,080,372	2,080,320	2,080,448	2,080,525	2,204,944
1,286,923	1,286,610	1,199,014	1,199,610	1,199,391	1,532,188
214,962	265,912	341,057	405,462	573,689	490,196
347,733	346,966	347,591	347,704	347,097	347,457
112,223	112,337	112,379	113,206	112,266	112,689
14,225	14,220	14,374	13,862	14,419	14,086
550,051	548,888	550,135	549,857	548,970	549,358
83,772	82,475	82,324	83,172	82,397	82,638
-	-	-	1,350,385	1,350,281	1,350,387
3,113,792	2,799,899	2,344,280	2,073,517	1,799,345	1,674,368
2,739,189	2,390,366	1,954,873	1,684,227	1,595,412	1,262,115
2,950,990	2,811,275	2,567,731	2,659,185	2,532,678	2,411,540
<u>\$ 16,659,888</u>	<u>\$ 14,794,096</u>	<u>\$ 13,584,233</u>	<u>\$ 13,153,233</u>	<u>\$ 12,841,058</u>	<u>\$ 12,756,931</u>
\$ 16,670,525	\$ 14,872,194	\$ 13,357,705	\$ 13,009,719	\$ 12,769,434	\$ 12,501,057
-	-	-	-	-	-
<u>\$ 16,670,525</u>	<u>\$ 14,872,194</u>	<u>\$ 13,357,705</u>	<u>\$ 13,009,719</u>	<u>\$ 12,769,434</u>	<u>\$ 12,501,057</u>
<u>100.06%</u>	<u>100.53%</u>	<u>98.33%</u>	<u>98.91%</u>	<u>99.44%</u>	<u>97.99%</u>

CITY OF JOLIET, ILLINOIS

Ratio Of Outstanding Debt By Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Business-Type Activities		Total Debt
	General Obligation Bonds	Loans	Water/Sewer Revenue Bonds	General Obligation Bonds	
2006	\$ 12,595,000	\$ 696,581	\$ 63,915,000	\$ -	\$ 77,206,581
2005	13,180,000	-	66,005,000	-	79,185,000
2004	15,150,000	-	68,325,000	-	83,475,000
2003	17,500,000	-	45,505,000	-	63,005,000
2002	32,690,766	-	37,700,000	-	70,390,766
2001	22,732,619	1,035,605	15,000,000	-	38,768,224
2000	17,657,354	1,074,194	15,000,000	3,268,956	37,000,504
1999	21,069,808	285,375	15,550,000	4,462,753	41,367,936
1998	24,044,703	382,394	16,075,000	6,582,362	47,084,459
1997	24,276,100	-	16,575,000	8,588,900	49,440,000

Fiscal Year	Total Debt As A Percentage Of Personal Income	Population	Total Debt Per Capita	Water/Sewer Revenue Bonds Per Number Of Water/Sewer Customers
2006	2.19%	\$ 145,803	\$ 530	\$ 1,499
2005	2.33%	145,803	543	1,612
2004	2.92%	126,939	658	1,744
2003	2.28%	126,939	496	1,207
2002	3.16%	106,221	663	1,054
2001	1.81%	106,221	365	442
2000	1.80%	106,221	348	464
1999	2.43%	90,647	456	506
1998	2.86%	90,647	519	551
1997	3.12%	90,647	545	598

Source of Information: Various City Offices

CITY OF JOLIET, ILLINOIS

Computation Of Direct And Overlapping Bonded Debt

December 31, 2006

	<u>Total Debt</u>	<u>Applicable Percent (1)</u>	<u>Overlapping Debt</u>
<u>Direct Debt</u>			
City of Joliet	\$ 12,595,000	100.00%	\$ 12,595,000
<u>Schools</u>			
Elementary			
Troy Community Consolidated School District #30C	54,170,000	56.51%	30,611,467
Laraway Community Consolidated School District #70C	3,780,000	34.22%	1,293,516
Union School District #81	495,000	5.11%	25,295
Joliet Public Schools District #86	40,361,977	86.78%	35,026,124
New Lenox School District #122	105,858,846	6.26%	6,626,764
High Schools And College			
Plainfield School District #202	247,835,000	29.36%	72,764,356
Elwood School District #203	2,155,000	0.46%	9,913
Minooka Community High School District #111	23,965,000	0.37%	88,671
Joliet Township High School District #204	22,425,000	62.73%	14,067,203
Lockport Township High School District #205	20,466,598	0.02%	4,093
New Lenox Township High School District #210	48,875,000	1.58%	772,225
Community College District #525	1,650,000	14.51%	239,415
Total Schools			<u>161,529,042</u>
<u>Other Than Schools</u>			
Will County (2)	4,885,000	13.65%	666,803
Will County Forest Preserve District	157,603,209	13.65%	21,512,838
Channahon Park District	5,800,000	0.39%	22,620
Joliet Park District	7,448,550	84.93%	6,326,054
Lockport Park District	5,975,000	0.03%	1,793
New Lenox Park District	6,130,000	6.62%	405,806
Plainfield Park District	7,745,000	35.54%	2,752,573
Plainfield Public Library District	885,000	11.83%	104,696
City of Joliet Special Service Area	6,050,000	44.26%	2,677,730
Total Other Than Schools			<u>34,470,913</u>
Total Overlapping Debt			<u>195,999,955</u>
Total Direct And Overlapping Debt			<u>\$ 208,594,955</u>

Notes: (1) Overlapping debt percentages based on 2005 EAV.
(2) Includes the Public Building Commission.

Schedule includes general obligation debt for which taxes may be levied.

CITY OF JOLIET, ILLINOIS

Legal Debt Margin Information

The City of Joliet is a "home rule" municipality under the 1970 Illinois Constitution. As a home rule community, the City has no debt limit nor is it required to seek referendum approval for issuance of general obligation debt. The Illinois General Assembly may, by a three-fifths vote, limit debt incurred which is payable through any funds other than ad valorem property tax receipts. When debt is secured through property taxes, the General Assembly may set limits and require referenda.

CITY OF JOLIET, ILLINOIS

Pledged Revenue Coverage Last Ten Fiscal Years

Fiscal Year	Water Revenue Bonds					
	Utility	Less:	Net	Debt Service		Coverage
	Service Charges	Operating Expenses	Available Revenue	Principal	Interest	
2006	\$ 34,758,371	\$ 15,120,871	\$ 19,637,500	\$ 2,460,000	\$ 3,038,888	3.57
2005	34,240,733	16,918,168	17,322,565	2,320,000	3,329,508	3.07
2004	31,146,539	14,609,789	16,536,750	2,180,000	3,252,775	3.04
2003	29,427,182	13,949,181	15,478,001	2,195,000	1,975,541	3.71
2002	26,035,035	12,376,120	13,658,915	1,100,000	1,806,759	4.70
2001	25,149,590	11,399,421	13,750,169	-	1,062,000	12.95
2000	23,702,035	10,434,231	13,267,804	550,000	1,081,113	8.13
1999	23,040,622	9,667,752	13,372,870	525,000	1,118,337	8.14
1998	20,662,382	10,040,993	10,621,389	500,000	1,153,450	6.42
1997	22,410,957	9,328,035	13,082,922	450,000	1,185,638	8.00

At December 31, 2006, there were five bond issues payable from water/sewer revenues.
 Details about the City's outstanding debt can be found in the notes to the financial statements.
 Operating expenses do not include interest or depreciation expenses.
 Debt service principal does not include amounts defeased by new debt.

CITY OF JOLIET, ILLINOIS

Demographic And Economic Statistics Last Ten Years

Year	(a) Population	(b) Per Capita Income	(a) x (b) Personal Income	Unemployment Rate
2006	145,803	\$ 24,138	\$ 3,519,392,814	4.6
2005	145,803	23,347	3,404,062,641	7.0
2004	126,939	22,554	2,862,982,206	7.5
2003	126,939	21,763	2,762,573,457	9.3
2002	106,221	20,972	2,227,666,812	8.8
2001	106,221	20,181	2,143,646,001	7.9
2000	106,221	19,390	2,059,625,190	6.4
1999	90,647	18,761	1,700,628,367	6.4
1998	90,647	18,131	1,643,520,757	7.1
1997	90,647	17,501	1,586,413,147	7.6

Sources of Information: Office of Will County Clerk, U.S. Census Bureau,
Illinois Dept. of Employment Security

Note: Per Capita Income is based on 1990 and 2000 Censuses.

CITY OF JOLIET, ILLINOIS

Principal Employers In The City Current Year And Three Years Ago

Employer	Type Of Business Or Property	2006 Number Of Employees	2006 Rank	Percentage Of 2006 Total Employment
Provena St. Joseph Medical Center	Hospital	2,600	1	4.12%
Will County	County Government	1,666	2	2.64%
Caterpillar Inc	Tractors and Earthmoving Equipment	1,525	3	2.42%
Silver Cross Hospital	Hospital	1,500	4	2.38%
Argosy's Empress Casino	Riverboat Casino	1,400	5	2.22%
Harrah's Casino	Riverboat Casino	1,110	6	1.76%
City Of Joliet	City Government	1,019	7	1.62%
Joliet School District # 86	Elementary School District	800	8	1.27%
Joliet Junior College District #525	Community College District	775	9	1.23%
T. J. Lambrecht Construction	Construction	700	10	1.11%

Employer	Type Of Business Or Property	2003 Number Of Employees	2003 Rank	Percentage Of 2003 Total Employment
Caterpillar Inc	Tractors and Earthmoving Equipment	3,000	1	5.42%
Provena St. Joseph Medical Center	Hospital	2,430	2	4.39%
Harrah's Casino	Riverboat Casino	2,000	3	3.61%
Argosy's Empress Casino	Riverboat Casino	2,000	4	3.61%
Will County	County Government	1,400	5	2.53%
Silver Cross Hospital	Hospital	1,400	6	2.53%
City Of Joliet	City Government	930	7	1.68%
Joliet School District # 86	Elementary School District	900	8	1.63%
Mobil Oil Corporation	Refinery	650	9	1.17%
Ameritech	Telephone/Communications Services	550	10	0.99%

Note: Data for nine years ago was not available. The Schedule shows the current year and three years ago, 2003 was the oldest available data.

Sources of Information: Will County Center for Economic Development, City of Joliet, and Illinois Department of Employment Security

CITY OF JOLIET, ILLINOIS

City Employment Statistics Last Ten Fiscal Years

Function	2006		2005		2004		2003		2002	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
General Government	85	31	84	31	83	30	82	31	82	30
Public Safety										
Police Department	378	51	366	50	359	48	350	46	349	46
Fire Department	213	3	183	3	183	3	183	3	183	3
Streets and Bridges	52	-	51	-	50	-	49	-	48	-
Refuse Disposal (1)	-	1	-	1	-	1	-	1	-	1
Culture And Recreation (2)	6	1	6	1	3	1	3	1	3	1
Community Development	41	3	41	2	38	-	38	-	38	-
Public Works	33	15	33	15	32	15	32	15	32	15
Water And Sewer (3)	86	1	82	1	77	1	77	-	77	-
Parking Facilities (4)	4	15	4	15	4	15	4	15	4	15
Subtotals	898	121	850	119	829	114	818	112	816	111
TOTAL STAFF		1,019		969		943		930		927

Function	2001		2000		1999		1998		1997	
	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time	Full Time	Part Time
General Government	82	30	82	29	76	28	76	21	72	21
Public Safety										
Police Department	341	45	325	45	305	46	300	46	286	47
Fire Department	174	3	165	3	158	5	153	5	151	3
Streets and Bridges	47	-	45	-	43	-	42	-	41	-
Refuse Disposal (1)	-	1	-	1	-	1	-	1	-	1
Culture And Recreation (2)	3	1	3	1	3	1	3	1	3	1
Community Development	37	-	37	-	36	-	36	-	35	-
Public Works	32	15	30	15	30	15	27	15	27	15
Water And Sewer (3)	77	-	73	-	73	-	75	-	74	-
Parking Facilities (4)	4	15	4	15	4	15	4	13	4	13
Subtotals	797	110	764	109	728	111	716	102	693	101
TOTAL STAFF		907		873		839		818		794

- (1) Part-time Recycling Coordinator in Deputy City Manager's Office.
(2) Includes Bi-Centennial Park and Visitors' Service Division.
(3) Includes Customer Services Division Employees.
(4) Includes One Clerk-Typist position from Collector's Office.

Source of Information: City of Joliet Annual Budgets

CITY OF JOLIET, ILLINOIS

Operating Indicators By Function

December 31, 2006

Function	<u>2006</u>
General Government	
Fiscal	
Purchase Orders Processed	6,701
Nonpayroll Checks Issued	11,322
Maintenance	
Square Footage Maintained By Staff (City Hall)	62,007
Information Technology Services	
Wireless Network Locations	34
Point-to-point Networks Monitored	80
Public Safety	
Police	
Physical Arrests Made	7,368
Traffic Violations	34,722
Parking Violations	35,551
911 Emergency Calls Received	118,903
Fire	
Emergency Responses	22,760
Inspections	1,200
Calls For Service	16,330
Significant Fires Extinguished	55
Streets And Bridges	
Lane Miles Of Road Resurfaced	24.95
Potholes Repaired	3,000
Culture And Recreation	
Programs Sponsored	16
Water And Sewer	
Water And Sewer Accounts	42,378
Water Only Accounts	224
Sewer Only Accounts	38
New Connections	2,055
Water Main Breaks	140
Average Daily Consumption In Gallons	12,370,768
Parking Facilities	
Parking Spaces	2,689

Source of Information: Various City Offices

The City implemented the provisions of GASB Statement No. 44 in 2006.
Information is presented for as many years as is available.

CITY OF JOLIET, ILLINOIS

Capital Asset Statistics

December 31, 2006

Function	2006
Public Safety	
Police	
Stations	2
Substations	1
Patrol Units	317
Fire	
Active Stations	9
Vehicles	61
Streets And Bridges	
Miles Of Streets	500
Bridges	27
Traffic Signals	117
Warning Flashers	34
Public Works	
Vehicles	139
Water And Sewer	
Vehicles	88
Water	
Water Mains (Miles)	416
Fire Hydrants	6,416
Storage Capacity In Gallons	14,750,000
Sewer	
Sanitary Sewers (Miles)	391
Storm Sewers (Miles)	540
Parking Facilities	
Lots	5
Decks	2

Source of Information: Various City Offices

The City implemented the provisions of GASB Statement No. 44 in 2006.
Information is presented for as many years as is available.

CITY OF JOLIET, ILLINOIS

Miscellaneous Statistics

December 31, 2006

Date Of Organization:	January 19, 1852
Form Of Government:	City Manager
Governing Body:	City Council
Land Area:	Approximately 80 square miles
Number Of Housing Units:	46,236 - 2005 estimate
Number Of Registered Voters:	67,595 - 2006 estimate
Number Of Townships:	8
Number Of School Districts:	8
Number Of Community College Districts:	1

Source of Information: City Business Office, City Planning Offices, Will County Clerk's Office and U.S. Census Bureau